
Section 5: Budgeted financial statements

5.1: ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Following the implementation of the final arrangements for the cessation of ATSIC and ATGIS, all estimates will be revised to ensure consistency with remaining functions and activities. The financial information shown in these statements is correct as at Budget 2005-06.

DIMIA is projecting a profit of \$1.5 million for 2004-05. The estimated profit is attributed to the Indigenous side of the department's business. This position has decreased since the 2004-05 Additional Estimates as partial year revenue estimates have transferred to the ILC and the IBA. From 2005-06 onwards the department will be budgeting for a zero operating result.

The financial statements show the impact of changes in administered items as a result of the transfer of Indigenous functions to various commonwealth agencies. For further information, please refer to the Outcome 3 resource table 3.1 and page 68 of the 2004-05 Portfolio Additional Estimates Statements.

From 2004-05 to 2007-08, DIMIA expects to return \$46.4 million to the OPA. This relates to anticipated cash savings resulting from the abolition of ATSIC.

The cash flow statement shows the impact of separation of the Regional Land Fund, the Home Ownership Program and other Indigenous functions.

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 ¹	948,045	1,006,233	1,032,100	1,066,206	1,101,304
Goods and services	39,996	39,814	39,808	36,797	32,784
Interest	15,239	-	-	-	-
Net foreign exchange gains	10	10	10	10	-
Other	14,675	17,592	16,016	16,360	20,577
Revenues from ordinary activities	1,017,965	1,063,649	1,087,934	1,119,373	1,154,665
EXPENSE					
Expenses from ordinary activities (excluding borrowing costs expense)					
Employees	373,916	375,463	385,717	392,577	403,462
Suppliers	564,809	589,773	605,201	613,230	630,993
Grants	2,000	-	-	-	-
Depreciation and amortisation	62,259	84,949	83,552	100,102	106,828
Write-down of assets	3,740	3,740	3,740	3,740	3,740
Other	9,056	9,056	9,056	9,056	8,974
Expenses from ordinary activities (excluding borrowing costs expense)	1,015,780	1,062,981	1,087,266	1,118,705	1,153,997
Borrowing costs expense	668	668	668	668	668
Operating surplus or (deficit) from ordinary activities	1,517	-	-	-	-
Transfers to OPA	10,869	12,782	11,423	11,364	-
Net surplus or deficit attributable to the Australian Government	(9,352)	(12,782)	(11,423)	(11,364)	-
Total changes in equity other than those resulting from transactions with owners as owners	(9,352)	(12,782)	(11,423)	(11,364)	-

1 Revenue from government includes \$1.043 million resources received free of charge in all years.

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	54,503	43,972	33,725	27,260	27,625
Receivables	60,714	82,158	118,143	172,755	238,423
Accrued revenues	14,177	14,177	14,177	14,177	14,177
Total financial assets	129,394	140,307	166,045	214,192	280,225
Non-financial assets					
Land and buildings	250,343	239,949	404,725	389,032	473,062
Infrastructure, plant and equipment	75,747	87,490	224,396	221,666	227,777
Inventories	70	70	70	70	70
Intangibles	55,974	58,507	37,633	23,349	2,691
Other non-financial assets	9,781	9,781	9,781	9,781	9,781
Total non-financial assets	391,915	395,797	676,605	643,898	713,381
Total assets	521,309	536,104	842,650	858,090	993,606
LIABILITIES					
Interest bearing liabilities					
Leases	12,405	7,670	25,995	23,540	23,540
Other interest bearing liabilities	7,736	7,142	7,142	7,142	7,142
Total interest bearing liabilities	20,141	14,812	33,137	30,682	30,682
Provisions					
Employees	108,978	110,572	111,136	113,882	113,882
Other provisions	3,870	3,870	3,870	3,870	3,870
Total provisions	112,848	114,442	115,006	117,752	117,752
Payables					
Suppliers	24,285	24,285	24,285	24,285	24,285
Other payables	57,426	57,426	57,426	57,426	57,426
Total payables	81,711	81,711	81,711	81,711	81,711
Total liabilities	214,700	210,965	229,854	230,145	230,145
EQUITY*					
Parent entity interest					
Contributed equity	222,647	253,959	553,039	579,552	715,068
Reserves	51,526	51,526	51,526	51,526	51,526
Retained surpluses or accumulated deficits	32,436	19,654	8,231	(3,133)	(3,133)
Total parent entity interest	306,609	325,139	612,796	627,945	763,461
Total equity	306,609	325,139	612,796	627,945	763,461
Current assets	139,245	150,158	175,896	224,043	290,076
Non-current assets	382,064	385,946	666,754	634,047	703,530
Current liabilities	127,848	126,936	132,112	132,371	132,371
Non-current liabilities	86,852	84,029	97,742	97,774	97,774

*Note: '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	32,291	32,111	32,272	29,271	29,271
Appropriations	1,089,104	1,075,139	1,086,467	1,101,947	1,125,982
Interest	15,239	-	-	-	-
GST received from ATO	41,939	40,902	43,560	43,573	43,573
Other	17,269	19,745	18,039	18,213	18,247
Total cash received	1,195,842	1,167,897	1,180,338	1,193,004	1,217,073
Cash used					
Employees	387,608	373,869	385,153	389,831	403,462
Suppliers	617,925	627,499	640,396	646,406	666,833
Grants	2,000	-	-	-	-
Transfer to the Official Public Account	102,265	104,178	102,819	102,760	91,396
GST paid to ATO	1,521	1,521	1,521	1,521	1,521
Other	10,124	13,842	16,322	18,069	12,614
Total cash used	1,121,443	1,120,909	1,146,211	1,158,587	1,175,826
Net cash from or (used by) operating activities	74,399	46,988	34,127	34,417	41,247
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant and equipment	110,129	88,744	77,632	65,308	83,041
Other	87	87	87	87	87
Total cash used	110,216	88,831	77,719	65,395	83,128
Net cash from or (used by) investing activities	(110,216)	(88,831)	(77,719)	(65,395)	(83,128)
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	58,768	31,312	33,345	24,513	42,246
Cash acquired from ATSIC/ATSIS restructuring	42,825	-	-	-	-
Total cash received	101,593	31,312	33,345	24,513	42,246
Cash used					
Other	34,000	-	-	-	-
Total cash used	34,000	-	-	-	-
Net cash from/(used by) financing activities	67,593	31,312	33,345	24,513	42,246
Net increase or (decrease) in cash held	31,776	(10,531)	(10,247)	(6,465)	365
Cash at the beginning of the reporting period	22,727	54,503	43,972	33,725	27,260
Cash at the end of the reporting period	54,503	43,972	33,725	27,260	27,625

Table 5.4: Departmental capital budget statement

	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	58,768	31,312	33,345	24,513	42,246
Total capital appropriations	58,768	31,312	33,345	24,513	42,246
Represented by:					
Purchase of non-financial assets	38,422	31,312	33,345	24,513	42,246
Other	20,346	-	-	-	-
Total represented by	58,768	31,312	33,345	24,513	42,246
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	38,422	31,312	33,345	24,513	42,246
Funded internally by Departmental resources	71,707	57,432	44,287	40,795	40,795
Total	110,129	88,744	77,632	65,308	83,041

Table 5.5: 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	45,683	244,865	113,807	148,317	552,672
Accumulated depreciation	-	40,205	38,060	92,343	170,608
Opening net book value	45,683	204,660	75,747	55,974	382,064
Additions:					
by purchase	-	12,719	45,005	31,020	88,744
Depreciation/amortisation expense	-	23,113	33,349	28,487	84,949
Other movements	-	-	87	-	87
As at 30 June 2006	45,683	194,266	87,490	58,507	385,946
Gross book value	45,683	257,584	158,899	179,337	641,503
Accumulated depreciation	-	63,318	71,409	120,830	255,557
Closing net book value	45,683	194,266	87,490	58,507	385,946

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					
Non-taxation (revenues from Government)					
Fees and charges	464,289	505,518	509,546	513,306	519,910
Fines	4,997	3,257	4,512	4,512	4,512
Goods and services	8,922	10,613	10,786	11,055	11,332
Recovery of detention costs	38,191	35,976	32,657	32,657	32,657
Interest	79,057	78,747	78,714	78,464	78,854
Revenues from sale of assets	400,000	200,000	200,000	200,000	200,000
Other sources of non-taxation revenues	7,233	7,354	7,850	8,352	8,853
Total non-taxation	1,002,689	841,465	844,065	848,346	856,118
Total revenues administered on behalf of Government	1,002,689	841,465	844,065	848,346	856,118
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Grants	479,630	222,826	216,920	208,058	211,022
Subsidies	12,814	7,130	7,270	7,429	7,559
Personal benefits	4,765	4,295	4,701	4,318	3,896
Suppliers	182,693	223,310	221,077	213,713	219,072
Write down and impairment of assets	38,191	35,976	32,657	32,657	32,657
Value of assets sold	400,000	200,000	200,000	200,000	200,000
Other	44,023	44,500	42,300	42,300	42,300
Total expenses administered on behalf of Government	1,162,116	738,037	724,925	708,475	716,506

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	100,611	92,229	87,710	101,534	97,638
Receivables	48,874	48,872	48,872	48,872	48,872
Investments	1,500,185	1,492,983	1,495,964	1,492,231	1,503,370
Accrued revenues	12,095	12,095	12,095	12,095	12,095
Total financial assets	1,661,765	1,646,179	1,644,641	1,654,732	1,661,975
Non-financial assets					
Prepayments	3,570	3,570	3,570	3,570	3,570
Total non-financial assets	3,570	3,570	3,570	3,570	3,570
Total assets administered on behalf of Government	1,665,335	1,649,749	1,648,211	1,658,302	1,665,545
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Suppliers	23,708	23,708	23,708	23,708	23,708
Other payables	20,656	20,656	20,656	20,656	20,656
Total payables	44,364	44,364	44,364	44,364	44,364
Total liabilities administered on behalf of Government	44,364	44,364	44,364	44,364	44,364

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					
GST received from ATO	20,436	19,758	20,067	20,022	20,022
Sales of goods	478,208	519,388	524,844	528,873	535,754
Interest	79,007	78,747	78,714	78,464	78,854
Cash from the Official Public Account	643,164	422,730	407,016	402,445	412,238
Other	10,617	10,738	11,234	11,736	12,237
Total cash received	1,231,432	1,051,361	1,041,875	1,041,540	1,059,105
Cash used					
Grant payments	481,926	222,826	216,920	208,058	211,022
Subsidies paid	6,872	7,130	7,270	7,429	7,559
Personal benefits	4,765	4,295	4,701	4,318	3,896
Suppliers	202,129	242,068	241,144	233,735	239,094
Cash to the Official Public Account	485,441	526,742	532,694	537,225	544,607
GST paid to ATO	3,384	3,384	3,384	3,384	3,384
Other	45,373	45,500	42,300	42,300	42,300
Total cash used	1,229,890	1,051,945	1,048,413	1,036,449	1,051,862
Net cash from/(used by) operating activities	1,542	(584)	(6,538)	5,091	7,243
INVESTING ACTIVITIES					
Deposits	1,144,500	956,300	972,000	977,000	957,000
Total cash received	1,144,500	956,300	972,000	977,000	957,000
Cash used					
Advances and loans made	886	-	-	-	-
Deposits	1,152,713	964,098	969,981	968,267	968,139
Total cash used	1,153,599	964,098	969,981	968,267	968,139
Net cash from/(used by) investing activities	(9,099)	(7,798)	2,019	8,733	(11,139)
FINANCING ACTIVITIES					
Cash received					
Capital Injection	886	-	-	-	-
Administered GST Appropriations	6,368	6,368	6,368	6,368	6,368
Cash acquired from ATSI/ATSIS restructuring	103,856	-	-	-	-
Total cash received	111,110	6,368	6,368	6,368	6,368
Cash used					
Return of GST to Official Public Account	6,368	6,368	6,368	6,368	6,368
Total cash used	6,368	6,368	6,368	6,368	6,368
Net cash from/(used by) financing activities	104,742	-	-	-	-
Net increase or (decrease) in cash held					
	97,185	(8,382)	(4,519)	13,824	(3,896)
Cash at beginning of reporting period	3,426	100,611	92,229	87,710	101,534
Cash at end of reporting period	100,611	92,229	87,710	101,534	97,638

Table 5.9: Schedule of administered capital budget

	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					
Administered capital	886	-	-	-	-
Special appropriations					
Total capital appropriations	886	-	-	-	-
Represented by:					
Purchase of non-financial assets					
Other	886	-	-	-	-
Total represented by	886	-	-	-	-

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.