

Section 3: Explanatory tables and budgeted financial statements

3.1 EXPLANATORY TABLES

3.1.1 Estimates of special account flows

Special accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Department of Immigration and Citizenship. The corresponding table in the 2009-10 PB Statements is Table 3.1.2.

Table 3.1.1: Estimates of special account flows

		Opening balance 2009-10 2008-09	Receipts 2009-10 2008-09	Payments 2009-10 2008-09	Adjustments 2009-10 2008-09	Closing balance 2009-10 2008-09
	Outcome	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
Australian Population						
Multicultural and Immigration Research Program Special Account - section 20 <i>FMA Act</i>	1	220 143	100 107	70 30	- -	250 220
Other Trust Monies Account - section 20 <i>FMA Act</i>	1	191 3,989	- 2,466	- 6,264	- -	191 191
Total special accounts 2009-10 Budget estimate		411	100	70	-	441
Total special accounts 2008-09 estimate actual		4,132	2,573	6,294	-	411

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

An analysis of the primary sources of movement from the financial statements published in the Portfolio Budget Statements 2009-10 (PBS) is provided below.

Budgeted departmental comprehensive income statement

The Department is expected to break even in 2009-10. This follows realisation of an operating loss of \$47.6 million.

This statement provides a picture of the expected financial results for DIAC by identifying the full-accrued expenses and revenue.

Expenses

In 2009-10, total expenses are expected to increase from \$1,251.6 million to \$1,273.2 million, an increase of \$21.7 million from the PBS. This comprises \$8 million of additional expenses related to the new measures, and \$13.7 million from other variations.

Further details on the additional funding for new measures and other variations are provided in Section 1 on pages 9 to 21.

Income

In 2009-10, total revenue is expected to increase from \$1,251.6 million to \$1,273.3 million. Revenue from Government (price of outputs) is expected to change from \$1,197.5 million to \$1,222 million, an increase of \$24.5 million from the PBS estimates. This represents both additional funding for new measures and adjustments to funding for existing activities.

Budgeted departmental balance sheet

This statement shows the financial position of the Department, its assets and its liabilities.

The non-financial assets have increased by the additional capital funding of \$34.2 million for Christmas Island accommodation.

Budgeted departmental statement of cash flows

The cash flow statement reports the extent and nature of cash flows, grouped according to operating, investing and financing activities.

The budgeted cash flows largely mirror the trends and impacts of the measures reported above for the income statement and balance sheet.

Departmental statement of changes in equity—summary of movements

This statement reports the planned changes in equity and movements in components of equity throughout 2009-10. The only significant movement in equity balances arises from the 2008-09 operating loss discussed in the income statement analysis above.

Capital budget statement—departmental

This statement shows the forward plan for capital expenditure. The movement relates to the increase of non-financial assets shown on page 43.

Statement of asset movements

This statement shows the budgeted movements by asset class of the Department's non-financial assets during the current year.

Schedule of budgeted income and expenses administered on behalf of government

This schedule identifies the main revenue and expense items administered by the Department on behalf of the Government

Expenses

The administered expenses are estimated to change from \$517.6 million to \$559.3 million since the 2009-10 Budget. The increase primarily relates to additional funding for Christmas Island and payments to the Red Cross.

Income

In 2009-10, the Department will administer the collection of revenue on behalf of the Government of \$1,122.2 million, which is an increase of \$13.6 million since the 2009-10 Budget.

Schedule of budgeted assets and liabilities administered on behalf of government

This schedule shows assets and liabilities administered by the Department on behalf of the Government. The changes in balances reflect government decisions.

Schedule of budgeted administered cash flows

This schedule shows the cash flows administered on behalf of the Government. The cash flows largely reflect the transactions of the schedule of income and expenses.

3.2.2 Budgeted financial statements

Departmental financial statements

Table 3.2.1: Budgeted departmental comprehensive income statement—showing net cost of services (for the period ended 30 June)

	Actual 2008-09 (\$'000)	Revised budget 2009-10 (\$'000)	Forward estimate 2010-11 (\$'000)	Forward estimate 2011-12 (\$'000)	Forward estimate 2012-13 (\$'000)
EXPENSES					
Employee benefits	624,515	588,188	559,464	571,868	592,130
Supplier	548,303	549,227	458,572	460,302	478,264
Depreciation and amortisation	113,610	119,609	123,760	125,389	125,942
Write-down and impairment of assets	15,337	12,577	12,758	12,845	12,952
Net foreign exchange losses	485	42	42	7	7
Losses from asset sales	135	-	-	-	-
Finance costs	4,140	3,592	3,538	3,482	3,435
Other	166	-	-	-	-
Total expenses	1,306,691	1,273,235	1,158,134	1,173,893	1,212,730
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	28,191	33,853	38,193	38,909	39,931
Other revenue	18,505	16,486	14,836	14,308	12,804
Total revenue	46,696	50,339	53,029	53,217	52,735
Gains					
Sale of assets	1,277	-	-	-	-
Net foreign exchange gains	75	79	79	-	-
Other gains	2,435	840	840	840	840
Total gains	3,787	919	919	840	840
Total own-source income	50,483	51,258	53,948	54,057	53,575
Net cost of (contribution by) services	1,256,208	1,221,977	1,104,186	1,119,836	1,159,155
Appropriation revenue	1,208,620	1,221,979	1,104,187	1,119,835	1,159,156
Surplus (Deficit) attributable to the Australian Government	(47,588)	2	1	(1)	1
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation reserves	-	-	-	-	-
Total other comprehensive income	-	-	-	-	-
Total comprehensive income attributable to the Australian Government	(47,588)	2	1	(1)	1

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted departmental balance sheet (as at 30 June)

	Actual 2008-09 (\$'000)	Revised budget 2009-10 (\$'000)	Forward estimate 2010-11 (\$'000)	Forward estimate 2011-12 (\$'000)	Forward estimate 2012-13 (\$'000)
ASSETS					
Financial assets					
Cash and equivalents	3,840	3,540	3,389	3,239	3,089
Trade and other receivables	276,852	260,928	274,853	294,633	302,447
Accrued revenue	1,370	1,628	1,687	1,677	1,675
Other	1,234	1,234	1,234	1,234	1,234
Total financial assets	283,296	267,330	281,163	300,783	308,445
Non-financial assets					
Land and buildings	556,587	587,334	576,350	725,539	717,365
Infrastructure, plant and equipment	60,503	42,790	50,926	58,089	51,574
Intangibles	253,903	278,721	276,372	279,774	292,990
Other	13,899	13,899	13,899	13,899	13,899
Total non-financial assets	884,892	922,744	917,547	1,077,301	1,075,828
Total assets	1,168,188	1,190,074	1,198,710	1,378,084	1,384,273
LIABILITIES					
Interest bearing liabilities					
Leases	37,991	21,018	29,182	41,503	41,056
Other	10,467	10,467	10,467	10,467	10,467
Total interest bearing liabilities	48,458	31,485	39,649	51,970	51,523
Provisions					
Employees	171,171	155,678	159,955	167,922	171,015
Other	32,937	32,937	32,937	32,937	32,937
Total provisions	204,108	188,615	192,892	200,859	203,952
Payables					
Suppliers	21,435	21,435	21,435	21,435	21,435
Other	104,498	103,105	99,299	101,666	105,208
Total payables	125,933	124,540	120,734	123,101	126,643
Total liabilities	378,499	344,640	353,275	375,930	382,118
Net assets	789,689	845,434	845,435	1,002,154	1,002,155
EQUITY¹					
Contributed equity	780,796	836,539	836,539	993,259	993,259
Reserves	61,892	61,892	61,892	61,892	61,892
Retained surpluses or accumulated deficits	(52,999)	(52,997)	(52,996)	(52,997)	(52,996)
Total equity	789,689	845,434	845,435	1,002,154	1,002,155
Current assets	296,294	280,328	294,161	313,781	321,443
Non-current assets	871,894	909,746	904,549	1,064,303	1,062,830
Current liabilities	267,311	265,918	262,112	264,479	268,021
Non-current liabilities	111,188	78,722	91,163	111,451	114,097

¹ 'Equity' is the residual interest in assets after deduction of liabilities.

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Budgeted departmental statement of cash flows (as at 30 June)

	Actual 2008-09 (\$'000)	Revised budget 2009-10 (\$'000)	Forward estimate 2010-11 (\$'000)	Forward estimate 2011-12 (\$'000)	Forward estimate 2012-13 (\$'000)
OPERATING ACTIVITIES					
Cash received					
Goods and services	31,315	79,203	39,529	40,761	30,578
Appropriations	1,308,531	1,326,612	1,183,818	1,191,773	1,243,252
Net GST received	57,158	65,947	64,573	64,075	63,947
Other cash received	16,223	16,248	9,397	8,938	7,426
Total cash received	1,413,227	1,488,010	1,297,317	1,305,547	1,345,203
Cash used					
Employees	595,423	616,969	563,920	572,599	589,005
Suppliers	616,763	652,509	522,357	515,070	468,603
Cash to Official Public Account	107,576	91,396	91,396	91,396	91,396
Financing costs	4,140	2,691	2,638	2,583	2,534
Net GST paid	-	2,274	2,274	2,274	64,342
Other cash used	74	-	-	-	-
Total cash used	1,323,976	1,365,839	1,182,585	1,183,922	1,215,880
Net cash from or (used by) operating activities	89,251	122,171	114,732	121,625	129,323
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	2,066	-	-	-	-
Total cash received	2,066	-	-	-	-
Cash used					
Purchase of property, plant and equipment	116,820	161,000	92,394	103,138	109,708
Total cash used	116,820	161,000	92,394	103,138	109,708
Net cash from or (used by) investing activities	(114,754)	(161,000)	(92,394)	(103,138)	(109,708)

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**Table 3.2.3: Budgeted departmental statement of cash flows (as at 30 June)
(Continued)**

	Actual 2008-09 (\$'000)	Revised budget 2009-10 (\$'000)	Forward estimate 2010-11 (\$'000)	Forward estimate 2011-12 (\$'000)	Forward estimate 2012-13 (\$'000)
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	44,899	55,743	-	-	-
Total cash received	44,899	55,743	-	-	-
Cash used					
Repayments of debt	20,734	17,243	22,518	18,473	19,708
Total cash used	20,734	17,243	22,518	18,473	19,708
Net cash from or (used by) financing activities	24,165	38,500	(22,518)	(18,473)	(19,708)
Net increase or (decrease) in cash held	(1,338)	(329)	(180)	14	(93)
Cash at the beginning of the reporting period	5,178	3,840	3,540	3,389	3,389
Effect of exchange rate movements on cash at the beginning of reporting period	-	(49)	(49)	(6)	37
Net effect	-	20	20	20	20
Cash at the end of the reporting period	3,840	3,540	3,389	3,389	3,239

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Departmental statement of changes in equity—summary of movements (budget year 2009-10)

	Retained earnings (\$'000)	Asset revaluation reserve (\$'000)	Other reserves (\$'000)	Contributed equity/ capital (\$'000)	Total equity (\$'000)
Opening balance as at 1 July 2009					
Balance carried forward from previous period	(52,999)	61,892	-	780,796	789,689
Adjustment for changes in accounting policies	-	-	-	-	-
Adjusted opening balance	(52,999)	61,892	-	780,796	789,689
Income and expense					
Income and expenses recognised directly in equity:					
Gain/loss on revaluation of property	-	-	-	-	-
Sub-total income and expense	-	-	-	-	-
Surplus (deficit) for the period	2	-	-	-	2
Total income and expenses recognised directly in equity	2	-	-	-	2
Transactions with owners					
Contribution by owners	-	-	-	55,743	55,743
Appropriation (equity injection)	-	-	-	55,743	55,743
Sub-total transactions with owners	-	-	-	55,743	55,743
Estimated closing balance as at 30 June 2010	(52,997)	61,892	-	836,539	845,434

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital budget statement—departmental

	Actual 2008-09 (\$'000)	Revised budget 2009-10 (\$'000)	Forward estimate 2010-11 (\$'000)	Forward estimate 2011-12 (\$'000)	Forward estimate 2012-13 (\$'000)
CAPITAL APPROPRIATIONS					
Total equity injections	35,618	55,894	-	-	-
Total previous years' outputs	371	10,000	-	-	-
Total capital appropriations	35,989	65,894	-	-	-
Represented by:					
Purchase of non-financial assets	35,618	55,894	-	-	-
Other items	371	10,000	-	-	-
Total represented by	35,989	65,894	-	-	-
ACQUISITION OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	35,618	55,894	-	-	-
Funded internally by Departmental resources	81,202	104,054	91,494	102,239	108,807
TOTAL	116,820	159,948	91,494	102,239	108,807

Prepared on Australian Accounting Standards basis.

Table 3.2.6: Statement of asset movements (2009-10)

	Land	Buildings	Other infrastructure, plant and equipment	Intangibles	Total
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
As at 1 July 2009					
Gross book value	51,483	613,638	145,376	388,171	1,198,668
Accumulated depreciation/amortisation	-	(108,534)	(84,873)	(134,268)	(327,675)
Opening net book balance	51,483	505,104	60,503	253,903	870,993
CAPITAL ASSET ADDITIONS					
Estimated expenditure on new or replacement assets					
By purchase or internally developed	-	71,679	11,545	76,875	160,099
Acquisition of entities or operations (including restructuring) sub-total	-	71,679	11,545	76,875	160,099
Other movements					
Impairments recognised in the operating result	-	-	(688)	(1,950)	-
Depreciation/amortisation expense	-	(40,932)	(28,570)	(50,107)	(2,638)
As at 30 June 2010					
Gross book value	51,483	685,317	156,233	463,096	1,356,129
Accumulated depreciation/amortisation	-	(149,466)	(113,443)	(184,375)	(447,284)
Closing net book balance	51,483	535,851	42,790	278,721	908,845

The numbers in this table are subject to review under the Government's net cash framework as part of the Operation Sunlight review.

Prepared on Australian Accounting Standards basis.

Schedule of administered activity

Table 3.2.7: Schedule of budgeted income and expenses administered on behalf of government (for the period ended 30 June)

	Actual 2008-09 (\$'000)	Revised budget 2009-10 (\$'000)	Forward estimate 2010-11 (\$'000)	Forward estimate 2011-12 (\$'000)	Forward estimate 2012-13 (\$'000)
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Revenue					
Non-taxation					
Goods and services	812,992	1,091,411	1,165,194	1,244,476	1,342,966
Other sources of non-taxation revenues	33,097	30,774	21,702	21,657	21,624
Total non-taxation	846,089	1,122,185	1,186,896	1,266,133	1,364,590
Total revenues administered on behalf of government	846,089	1,122,185	1,186,896	1,266,133	1,364,590
Gains					
Foreign exchange	600	-	-	-	-
Other gains	1,614	-	-	-	-
Total gains administered on behalf of government	2,214	-	-	-	-
Total income administered on behalf of government	848,303	1,122,185	1,186,896	1,266,133	1,364,590
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Grants	42,982	49,924	48,121	50,269	40,190
Subsidies	16,074	18,233	13,396	9,032	8,472
Personal benefits	7,486	12,926	13,352	13,754	14,113
Suppliers	376,838	460,538	429,967	434,115	445,186
Write down and impairment of assets	21,996	17,640	13,739	13,829	13,917
Other	1,066	-	-	-	-
Foreign exchange	64	-	-	-	-
Total expenses administered on behalf of government	466,506	559,261	518,575	520,999	521,878

Prepared on Australian Accounting Standards basis.

Table 3.2.8: Schedule of budgeted assets and liabilities administered on behalf of government (as at 30 June)

	Actual 2008-09 (\$'000)	Revised budget 2009-10 (\$'000)	Forward estimate 2010-11 (\$'000)	Forward estimate 2011-12 (\$'000)	Forward estimate 2012-13 (\$'000)
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	8,423	8,423	8,423	8,423	8,423
Receivables	9,274	5,086	989	(3,013)	(6,915)
Accrued revenue	7,054	7,054	7,054	7,054	7,054
Total financial assets	24,751	20,563	16,466	12,464	8,562
Total assets administered on behalf of government	24,751	20,563	16,466	12,464	8,562
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Interest bearing liabilities					
Loans	9,734	9,734	9,734	9,734	9,734
Total interest bearing liabilities	9,734	9,734	9,734	9,734	9,734
Provisions					
Other provisions	56,409	56,409	56,409	56,409	56,409
Total provisions	56,409	56,409	56,409	56,409	56,409
Payables					
Suppliers	6,154	6,154	6,154	6,154	6,154
Subsidies	4,965	4,965	4,965	4,965	4,965
Personal benefits payable	1,379	1,379	1,379	1,379	1,379
Grants	101	101	101	101	101
Other payables	72,668	72,668	72,668	72,668	72,668
Total payables	85,267	85,267	85,267	85,267	85,267
Total liabilities administered on behalf of government	151,410	151,410	151,410	151,410	151,410

Prepared on Australian Accounting Standards basis.

Table 3.2.9: Schedule of budgeted administered cash flows (for the period ended 30 June)

	Actual 2008-09 (\$'000)	Revised budget 2009-10 (\$'000)	Forward estimate 2010-11 (\$'000)	Forward estimate 2011-12 (\$'000)	Forward estimate 2012-13 (\$'000)
OPERATING ACTIVITIES					
Cash received					
Sales of goods and rendering of services	818,831	1,103,587	1,173,054	1,252,336	1,342,966
Net GST received	29,167	15,546	15,546	15,546	15,546
Other	159,297	7,218	5,982	5,449	5,228
Total cash received	1,007,295	1,126,351	1,194,582	1,273,331	1,363,740
Cash used					
Grant payments	39,937	49,924	48,121	50,269	40,190
Subsidies paid	14,436	18,233	13,396	9,032	8,472
Personal benefits	9,051	12,926	13,352	13,754	14,113
Suppliers	334,437	488,019	457,738	462,189	451,567
Net GST paid	33,915	1,713	1,713	1,713	15,546
Other	163,196	-	-	-	-
Total cash used	594,972	570,815	534,320	536,957	529,888
Net cash from or (used by) operating activities	412,323	555,536	660,262	736,374	833,852
FINANCING ACTIVITIES					
Cash received					
Other	2,712	-	-	-	-
Total cash received	2,712	-	-	-	-
Net cash from or (used by) financing activities	2,712	-	-	-	-
Net increase or (decrease) in cash held	415,035	555,536	660,262	736,374	833,852
Cash at beginning of reporting period	6,347	8,424	8,424	8,424	8,424
Cash from Official Public Account for: - appropriations	559,575	547,409	510,914	513,551	514,342
Cash to Official Public Account for: - appropriations	972,533	1,102,945	1,171,176	1,249,925	1,348,194
Cash at end of reporting period	8,424	8,424	8,424	8,424	8,424

Prepared on Australian Accounting Standards basis.