

# ATTORNEY-GENERAL'S DEPARTMENT

## Section 1: Agency overview and resources

### 1.1 STRATEGIC DIRECTION

The strategic direction statement for the Attorney-General's Department can be found in the 2009–10 Portfolio Budget Statements. There has been no change to the Department's strategic direction as a result of additional estimates.

### 1.2 AGENCY RESOURCE STATEMENT

The agency resource statement details the resourcing for the Department at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2009–10 Budget year, including variations through Appropriation Bill Nos 3 and 4, special appropriations and special accounts.

**Table 1.1: Agency resource statement—additional estimates for 2009–10 as at Additional Estimates, November 2009**

	Estimate as at Budget 2009–10 (\$'000)	+	Proposed Additional Estimates 2009–10 (\$'000)	=	Total estimate at Additional Estimates 2009–10 (\$'000)	Total available appropriation 2008–09 (\$'000)
<b>ORDINARY ANNUAL SERVICES<sup>1</sup></b>						
<b>Departmental appropriation</b>						
Prior year departmental appropriation	113,966		–		113,966	99,703
Departmental appropriation	236,556		10,222		246,778	232,213
Section 31 relevant agency receipts	25,427		1,400		26,827	23,703
<b>Total</b>	<b>375,949</b>		<b>11,622</b>		<b>387,571</b>	<b>355,619</b>
<b>Administered expenses</b>						
Outcome 1	390,439		773		391,212	373,414
Outcome 2	105,708		–		105,708	71,092
Outcome 3	117,579		7,020		124,599	117,697
Payments to CAC Act bodies	10,979		–		10,979	10,856
<b>Total</b>	<b>624,705</b>		<b>7,793</b>		<b>632,498</b>	<b>573,059</b>
<b>Total ordinary annual services</b>	<b>1,000,654</b>	<b>A</b>	<b>19,415</b>		<b>1,020,069</b>	<b>928,678</b>
<b>OTHER SERVICES<sup>2</sup></b>						
<b>Administered expenses</b>						
Specific payments to states, ACT, NT and local government						
Outcome 1	–		–		–	118,726
Outcome 2	–		7,400		7,400	–
Outcome 3	–		–		–	112,661
<b>Total</b>	<b>–</b>		<b>7,400</b>		<b>7,400</b>	<b>231,387</b>

*continued over*

**Table 1.1: Agency resource statement—additional estimates for 2009–10 as at Additional Estimates, November 2009 (continued)**

	Estimate as at Budget 2009–10 (\$'000)	+ Proposed Additional Estimates 2009–10 (\$'000)	= Total estimate at Additional Estimates 2009–10 (\$'000)	Total available appropriation 2008–09 (\$'000)
<b>Departmental non-operating</b>				
Prior year departmental appropriation	29,206	–	29,206	52,129
Equity injections	8,374	–	8,374	18,283
Previous years' outputs	2,228	489	2,717	–
<b>Total</b>	<b>39,808</b>	<b>489</b>	<b>40,297</b>	<b>70,412</b>
<b>Administered non-operating</b>				
Prior year administered assets and liabilities	152,136	–	153,136	143,923
Administered assets and liabilities	24,990	–	24,990	21,000
<b>Total</b>	<b>177,126</b>	<b>–</b>	<b>178,126</b>	<b>164,923</b>
<b>Total other services</b>	<b>B 216,934</b>	<b>7,889</b>	<b>225,823</b>	<b>466,722</b>
<b>Total available annual appropriations</b>	<b>1,217,588</b>	<b>27,304</b>	<b>1,245,892</b>	<b>1,395,400</b>
<b>SPECIAL APPROPRIATIONS</b>				
<b>Special appropriations limited by criteria/entitlement</b>				
<i>Judges' Pensions Act 1968 s 14(b)<sup>3</sup></i>	29,200	–	29,200	27,900
<i>High Court Justices (Long Leave Payments) Act 1979</i>	3,164	–	3,164	3,992
<i>Law Officers Act 1964 s 16(13)—former Solicitors-General</i>	450	–	450	450
<i>National Handgun Buyback Act 2003 s 9</i>	2,700	–	2,700	2,500
<i>Parliamentary Entitlements Act 1990</i>	300	–	300	300
<b>Total special appropriations</b>	<b>C 35,814</b>	<b>–</b>	<b>35,814</b>	<b>35,142</b>
<b>Total appropriations excluding special accounts</b>	<b>1,253,402</b>	<b>27,304</b>	<b>1,281,706</b>	<b>1,430,542</b>
<b>SPECIAL ACCOUNTS</b>				
Opening balance	18,499	–	18,499	6,849
Non-appropriation receipts to special accounts	4,590	–	4,590	15,928
<b>Total special accounts</b>	<b>D 23,089</b>	<b>–</b>	<b>23,089</b>	<b>22,777</b>
<b>Total resourcing (A+B+C+D)</b>	<b>1,276,491</b>	<b>27,304</b>	<b>1,304,795</b>	<b>1,453,319</b>
Less appropriations drawn from annual or special appropriations above and credited to special accounts and/or CAC Act bodies through annual appropriations	(10,979)	–	(10,979)	(10,856)
<b>Total net resourcing for agency</b>	<b>1,265,512</b>	<b>27,304</b>	<b>1,293,816</b>	<b>1,442,463</b>

All figures are GST exclusive.

CAC Act = *Commonwealth Authorities and Companies Act 1997*.

1. Appropriation Bill (Nos 1 & 3) 2009–10.
2. Appropriation Bill (Nos 2 & 4) 2009–10.
3. The special appropriation for *Judges' Pensions Act 1968 s 14(b)* will be transferred to the Department of Finance and Deregulation on 1 January 2010.

**Third-party payments from and on behalf of other agencies**

	Estimate at Budget 2009–10 (\$'000)	Estimate at Additional Estimates 2009–10 (\$'000)
Payments made on behalf of other agencies (disclosed in the respective agency resource statement)	<b>3,464</b>	<b>3,464</b>
<i>Remuneration Tribunal Act 1973</i> —Justices of the High Court	3,164	3,164
<i>Parliamentary Entitlements Act 1990 s 11</i>	300	300
Payments made to CAC Act bodies within the portfolio	<b>10,979</b>	<b>10,979</b>
Australian Institute of Criminology	7,254	7,254
Australian Law Reform Commission	3,387	3,387
Criminology Research Council	338	338

All figures are GST exclusive.

CAC Act = *Commonwealth Authorities and Companies Act 1997*.

**1.3 AGENCY MEASURES SINCE BUDGET**

Table 1.2 summarises new government measures taken since the 2009–10 Budget. The table is split into expense and capital measures, with the affected program identified.

**Table 1.2: Agency measures since Budget**

	Program	2009–10 (\$'000)	2010–11 (\$'000)	2011–12 (\$'000)	2012–13 (\$'000)
<b>EXPENSE MEASURES</b>					
<b>Whole-of-government departmental efficiencies</b>					
	Various				
Administered expenses		(878)	(1,475)	(1,379)	(1,292)
Departmental expenses		–	–	–	–
<b>Total</b>		<b>(878)</b>	<b>(1,475)</b>	<b>(1,379)</b>	<b>(1,292)</b>
<b>Offset for establishment of New Indigenous Representative Body</b>					
	1.1.2				
Administered expenses		(140)	(200)	(250)	(300)
Departmental expenses		–	–	–	–
<b>Total</b>		<b>(140)</b>	<b>(200)</b>	<b>(250)</b>	<b>(300)</b>
<b>Enhanced crisis coordination facilities—stage two</b>					
	2.1.2				
Administered expenses		–	–	–	–
Departmental expenses		(537)	(1,196)	(1,227)	(841)
<b>Total</b>		<b>(537)</b>	<b>(1,196)</b>	<b>(1,227)</b>	<b>(841)</b>
<b>Norfolk Island governance reform</b>					
	3.1.1				
Administered expenses		(551)	(457)	(377)	(384)
Departmental expenses		180	101	102	103
<b>Total</b>		<b>(371)</b>	<b>(356)</b>	<b>(275)</b>	<b>(281)</b>

*continued over*

**Table 1.2: Agency measures since Budget (*continued*)**

	Program	2009–10 (\$'000)	2010–11 (\$'000)	2011–12 (\$'000)	2012–13 (\$'000)
<b>Total expense measures</b>					
Administered		(1,569)	(2,132)	(2,006)	(1,976)
Departmental		(357)	(1,095)	(1,125)	(738)
<b>Total</b>		<b>(1,926)</b>	<b>(3,227)</b>	<b>(3,131)</b>	<b>(2,714)</b>
<b>CAPITAL MEASURES</b>					
<b>Enhanced crisis coordination facilities—stage two</b>					
	2.1.2				
Administered capital		–	–	–	–
Departmental capital		12,350	(2,009)	(3,500)	(3,500)
<b>Total</b>		<b>12,350</b>	<b>(2,009)</b>	<b>(3,500)</b>	<b>(3,500)</b>
<b>Total capital measures</b>					
Administered		–	–	–	–
Departmental		12,350	(2,009)	(3,500)	(3,500)
<b>Total</b>		<b>12,350</b>	<b>(2,009)</b>	<b>(3,500)</b>	<b>(3,500)</b>

Prepared on a Government Finance Statistics (fiscal) basis.

## 1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the Department at Additional Estimates by outcome. Table 1.3 details the additional estimates and variations resulting from new measures since the 2009–10 Budget in Appropriation Bill Nos 3 and 4. Table 1.4 details additional estimates and variations from other adjustments.

### Variations—measures

The new measures for the Department are set out in Table 1.2 above. Of these measures, the Department will receive additional capital funding in 2009–10 for the establishment of a permanent crisis coordination centre. The additional funding will be fully offset from within the Department's forward estimates. In addition, the Department will implement a range of efficiencies as part of a whole-of-government savings program, transfer funding to the Department of Families, Housing, Community Services and Indigenous Affairs for the establishment of a new National Indigenous Representative Body, and implement Norfolk Island governance reforms.

## **Variations—other adjustments**

### **Movement of administered funds from 2008–09 to 2009–10**

Unspent 2008–09 administered funds are required to be moved to fund program commitments carried over to 2009–10 as follows:

- \$2.080m for the Disaster Resilience – National Emergency Warning System
- \$0.971m for payments for the provision of legal aid – Legal Aid Commissions
- \$0.411m for the National Consultation into Human Rights and Responsibilities
- \$3.565 for the National Community Crime Prevention Program
- \$3.550m for Services to Indian Ocean Territories, and
- \$1.280m for Services to Jervis Bay Territory.

### **Movement of administered funds from 2008–09 to 2010–11**

Unspent 2008–09 administered funds are required to be moved to fund program commitments carried over to 2010–11 as follows:

- \$1.152m for Services to Indian Ocean Territories, and
- \$1.791m for the Anti-Money Laundering/Counter-Terrorism Funding (AML/CTF) Public Awareness Campaign.

## **Changes in wage and price indices**

Wage and price indices are used to adjust most Commonwealth expense items. The adjustments at Additional Estimates incorporate changes that have occurred in the indices since May 2009.

## **Other**

The Department is also receiving additional funding for increases in salaries granted by the Remuneration Tribunal for the Family Court of Western Australia, the Administrator of the Northern Territory, the Administrator of the Indian Ocean Territories and the Administrator of Norfolk Island.

In addition, the Department will implement further savings arising from the Gershon (ICT) Review.

**Table 1.3: Additional estimates and variations to outcomes from measures since 2009–10 Budget**

	Program impacted	2009–10 (\$'000)	2010–11 (\$'000)	2011–12 (\$'000)	2012–13 (\$'000)
<b>OUTCOME 1</b>					
<b>Decrease in estimates (administered)</b>					
Whole-of-government departmental efficiencies	Various	(546)	(984)	(917)	(897)
Offset for establishment of New Indigenous Representative Body	1.1.2	(140)	(200)	(250)	(300)
<b>Net impact on estimates for Outcome 1 (administered)</b>		<b>(686)</b>	<b>(1,184)</b>	<b>(1,167)</b>	<b>(1,197)</b>
<b>OUTCOME 2</b>					
<b>Decrease in estimates (administered)</b>					
Whole-of-government departmental efficiencies	2.2.2	(332)	(491)	(462)	(395)
<b>Net impact on estimates for Outcome 2 (administered)</b>		<b>(332)</b>	<b>(491)</b>	<b>(462)</b>	<b>(395)</b>
<b>Decrease in estimates (departmental)</b>					
Enhanced crisis coordination facilities—stage two	2.1.2	11,813	(3,205)	(4,727)	(4,341)
<b>Net impact on estimates for Outcome 2 (departmental)</b>		<b>11,813</b>	<b>(3,205)</b>	<b>(4,727)</b>	<b>(4,341)</b>
<b>OUTCOME 3</b>					
<b>Decrease in estimates (administered)</b>					
Norfolk Island governance reform	3.1.1	(551)	(457)	(377)	(384)
<b>Net impact on estimates for Outcome 3 (administered)</b>		<b>(551)</b>	<b>(457)</b>	<b>(377)</b>	<b>(384)</b>
<b>Increase in estimates (departmental)</b>					
Norfolk Island governance reform	3.1.1	180	101	102	103
<b>Net impact on estimates for Outcome 3 (departmental)</b>		<b>180</b>	<b>101</b>	<b>102</b>	<b>103</b>

**Table 1.4: Additional estimates and variations to outcomes from other adjustments**

	Program impacted	2009–10 (\$'000)	2010–11 (\$'000)	2011–12 (\$'000)	2012–13 (\$'000)
<b>OUTCOME 1</b>					
<b>Increase in estimates (administered)</b>					
Family Court of Western Australia— Remuneration Tribunal increase	1.1.1	77	76	76	75
Movement of funds—National Consultation into Human Rights	1.1.2	411	–	–	–
Movement of funds—Payments for the provision of legal aid—Legal Aid Commissions	1.1.2	971	–	–	–
<b>Decrease in estimates (administered)</b>					
Payments for Illegal Foreign Fishing— Removal from forward estimates	1.1.2	–	(640)	(649)	(659)
Changes in wage and price indices	All	–	(3,131)	(4,506)	(5,560)
<b>Net impact on estimates for Outcome 1 (administered)</b>		<b>1,459</b>	<b>(3,695)</b>	<b>(5,079)</b>	<b>(6,144)</b>
<b>Increase in estimates (departmental)</b>					
Reallocation of departmental appropriation between outcomes <sup>1</sup>	All	7,312	–	–	–
<b>Decrease in estimates (departmental)</b>					
Changes in wage and price indices	All	–	(893)	(1,407)	(1,796)
Transfer of administration costs for Judges' Pension Scheme	1.1.1	(26)	(52)	(52)	(52)
Gershon (ICT) Review Phase 2— Outcome 1	All	–	(716)	(736)	(737)
<b>Net impact on estimates for Outcome 1 (departmental)</b>		<b>7,286</b>	<b>(1,661)</b>	<b>(2,195)</b>	<b>(2,585)</b>
<b>OUTCOME 2</b>					
<b>Increase in estimates (administered)</b>					
Movement of funds—Disaster Resilience—National Emergency Warning System	2.1.1	2,080	–	–	–
<b>Decrease in estimates (administered)</b>					
Pacific Police Development Program— program funded for four years only (2008–09 to 2011–12)	2.2.2	–	–	–	(299)
Disaster Resilience Australia— reclassification to National Partnership Agreement	2.1.3	(16,600)	(20,243)	(20,632)	(21,026)
Schools Security Program— Reclassification to specific purpose payment (see also Table 1.6)	2.2.1	(7,400)	(6,938)	–	–
Schools Security Program—program funded for four years only (2007–08 to 2010–11)	2.2.1	–	–	(5,000)	(5,089)

continued over

**Table 1.4: Additional estimates and variations to outcomes from other adjustments (continued)**

	Program impacted	2009–10 (\$'000)	2010–11 (\$'000)	2011–12 (\$'000)	2012–13 (\$'000)
Movement of funds—National Community Crime Prevention Program	2.2.1	3,565	–	–	–
Changes in wage and price indices	All	(11)	(62)	(47)	(225)
<b>Net impact on estimates for Outcome 2 (administered)</b>		<b>(18,366)</b>	<b>(27,243)</b>	<b>(25,679)</b>	<b>(26,639)</b>
<b>Increase in estimates (departmental)</b>					
Continuation of funding in forward estimates for lapsing programs	Various	–	3,977	4,021	4,056
<b>Decrease in estimates (departmental)</b>					
Pacific Police Development Program— program funded for four years only (2008–09 to 2011–12)	2.2.2	–	–	–	(1,137)
Reallocation of departmental appropriation between outcomes <sup>1</sup>	All	(10,042)	–	–	–
Changes in wage and price indices	All	–	(1,194)	(1,811)	(2,336)
Gershon (ICT) Review Phase 2— Outcome 2	All	–	(976)	(971)	(984)
<b>Net impact on estimates for Outcome 2 (departmental)</b>		<b>(10,042)</b>	<b>1,807</b>	<b>1,239</b>	<b>(401)</b>
<b>OUTCOME 3</b>					
<b>Increase in estimates (administered)</b>					
Movement of funds—Territories Grants—Indian Ocean Territories	3.1.1	3,550	1,152	–	–
Movement of funds—Services to Jervis Bay Territories	3.1.1	1,280	–	–	–
Changes in wage and price indices	3.1.1	2,722	195	(382)	3,331
Remuneration Tribunal Decisions— Administrator of the Northern Territory, Administrator of Norfolk Island and Administrator of the Indian Ocean Territories	3.1.1	19	19	19	19
<b>Net impact on estimates for Outcome 3 (administered)</b>		<b>7,571</b>	<b>1,366</b>	<b>(363)</b>	<b>3,350</b>
<b>Decrease in estimates (departmental)</b>					
Reallocation of departmental appropriation between outcomes <sup>1</sup>	3.1.1	2,730	–	–	–
Gershon (ICT) Review Phase 2— Outcome 3	3.1.1	–	(45)	(46)	(49)
Changes in wage and price indices	3.1.1	–	(61)	(95)	(129)
<b>Net impact on estimates for Outcome 3 (departmental)</b>		<b>2,730</b>	<b>(106)</b>	<b>(141)</b>	<b>(178)</b>

1. Departmental appropriation splits across outcomes are notional. The adjustments since the 2009–10 Budget are to align the estimates with internal allocations.

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the additional estimates sought for the Department through Appropriation Bill Nos 3 and 4.

**Table 1.5: Appropriation Bill (No. 3) 2009–10**

	2008–09 Available (\$'000) <sup>1</sup>	2009–10 Budget (\$'000)	2009–10 Revised (\$'000)	Additional Estimates (\$'000)	Reduced Estimates (\$'000)
<b>ADMINISTERED ITEMS</b>					
<b>Outcome 1</b>					
An equitable and accessible system of federal civil justice	373,414	390,439	391,212	1,459	(686)
<b>Outcome 2</b>					
Coordinated federal criminal justice, security and emergency management activity, for a safer Australia	71,092	105,708	105,708	5,645	(24,343)
<b>Outcome 3</b>					
Assisting regions to manage their own futures	117,697	117,579	124,599	7,571	(551)
<b>Total</b>	<b>562,203</b>	<b>613,726</b>	<b>621,519</b>	<b>14,675</b>	<b>(25,580)</b>
<b>DEPARTMENTAL PROGRAMS</b>					
<b>Outcome 1</b>					
An equitable and accessible system of federal civil justice	98,418	84,940	92,252	7,312	(26)
<b>Outcome 2</b>					
Coordinated federal criminal justice, security and emergency management activity, for a safer Australia <sup>2</sup>	123,271	144,580	144,580	–	(10,042)
<b>Outcome 3</b>					
Assisting regions to manage their own futures	10,524	7,036	9,946	2,910	–
<b>Total</b>	<b>232,213</b>	<b>236,556</b>	<b>246,778</b>	<b>10,222</b>	<b>(10,068)</b>
<b>Total administered and departmental</b>	<b>794,416</b>	<b>850,282</b>	<b>868,297</b>	<b>24,897</b>	<b>(35,648)</b>

1. Available appropriation for 2008–09 is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.
2. No appropriation is provided in Appropriation Bill No. 3 where the total funding change across outcomes for departmental programs is a reduced estimate.

**Table 1.6: Appropriation Bill (No. 4) 2009–10**

	2008–09 Available (\$'000) <sup>1</sup>	2009–10 Budget (\$'000)	2009–10 Revised (\$'000)	Additional Estimates (\$'000)	Reduced Estimates (\$'000)
<b>PAYMENTS TO STATES, ACT, NT AND LOCAL GOVERNMENT</b>					
<b>Outcome 1</b>					
An equitable and accessible system of federal civil justice	118,726	–	–	–	–
<b>Outcome 2</b>					
Coordinated federal criminal justice, security and emergency management activity, for a safer Australia	–	–	7,400	7,400	–
<b>Outcome 3</b>					
Assisting regions to manage their own futures	112,661	–	–	–	–
<b>Total</b>	<b>231,387</b>	<b>–</b>	<b>7,400</b>	<b>7,400</b>	<b>–</b>
<b>Non-operating</b>					
Equity injections	18,283	8,374	8,374	–	–
Previous years' programs	–	2,228	2,717	489	–
Administered assets and liabilities	21,000	24,990	24,990	–	–
<b>Total non-operating</b>	<b>39,283</b>	<b>35,592</b>	<b>36,081</b>	<b>489</b>	<b>–</b>
<b>Total</b>	<b>270,670</b>	<b>35,592</b>	<b>43,481</b>	<b>7,889</b>	<b>–</b>

1. Available appropriation for 2008–09 is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

## Section 2: Revisions to agency resources and planned performance

### 2.1 OUTCOMES AND PERFORMANCE INFORMATION

There are no changes to the Department's outcome and performance information as reported in the 2009–10 Portfolio Budget Statements. Key performance indicators for Program 2.2 are included under Outcome 2 below.

#### Outcome 1

##### Outcome 1 strategy

There are no changes to the strategy for Outcome 1 as reported in the 2009–10 Portfolio Budget Statements.

##### Budgeted expenses and resources for Outcome 1

Table 2.1 provides an overview of the revised total expenses for Outcome 1 by program.

**Table 2.1: Budgeted expenses and resources for Outcome 1**

	<b>2008–09 Actual expenses (\$'000)</b>	<b>2009–10 Revised estimated expenses (\$'000)</b>
<b>Outcome 1: An equitable and accessible system of federal civil justice</b>		
<b>Program 1.1 Access to justice and social inclusion</b>		
<b>Component 1.1.1 Access to justice</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	217,649	229,242
Special appropriations	55,666	17,764
Special accounts	891	1,065
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	26,969	21,759
Revenues from independent sources (section 31)	753	136
Resources received free of charge	38	41
<b>Subtotal for Component 1.1.1</b>	<b>301,966</b>	<b>270,007</b>
<b>Component 1.1.2 Social inclusion</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	147,206	159,475
Special appropriations	–	300
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	28,229	26,271
Revenues from independent sources (section 31)	356	–
Resources received free of charge	45	40
<b>Subtotal for Component 1.1.2</b>	<b>175,836</b>	<b>186,086</b>
<b>Total for Program 1.1</b>	<b>479,847</b>	<b>456,093</b>
<b>Program 1.2 Legal services</b>		
<b>Component 1.2.1 Civil law</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	2,120	1,000
Special appropriations	605	450
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	10,846	12,827
Revenues from independent sources (section 31)	97	7,190
Resources received free of charge	13	12
<b>Subtotal for Component 1.2.1</b>	<b>13,681</b>	<b>21,479</b>
<b>Component 1.2.2 Classification</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	2,294	–
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	12,014	15,229
Revenues from independent sources (section 31)	1,407	1,394
Resources received free of charge	18	24
<b>Subtotal for Component 1.2.2</b>	<b>15,733</b>	<b>16,647</b>

*continued over*

**Table 2.1: Budgeted expenses and resources for Outcome 1 (continued)**

	<b>2008–09 Actual expenses (\$'000)</b>	<b>2009–10 Revised estimated expenses (\$'000)</b>
<b>Outcome 1: An equitable and accessible system of federal civil justice</b>		
<b>Component 1.2.3 Legislative drafting and publishing</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	996	1,495
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	10,310	7,883
Revenues from independent sources (section 31)	2,517	4,793
Resources received free of charge	23	18
<b>Subtotal for Component 1.2.3</b>	<b>13,846</b>	<b>14,189</b>
<b>Component 1.2.4 International law</b>		
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	6,771	5,924
Revenues from independent sources (section 31)	245	185
Resources received free of charge	10	11
<b>Subtotal for Component 1.2.4</b>	<b>7,026</b>	<b>6,120</b>
<b>Component 1.2.5 Constitutional policy and law reform</b>		
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	1,989	2,334
Revenues from independent sources (section 31)	21	–
Resources received free of charge	3	1
<b>Subtotal for Component 1.2.5</b>	<b>2,013</b>	<b>2,335</b>
<b>Total for Program 1.2</b>	<b>50,254</b>	<b>60,770</b>
<b>Outcome 1 totals by appropriation type</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	370,265	391,212
Special appropriations	56,271	18,514
Special accounts	891	1,065
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	97,128	92,225
Revenues from independent sources (section 31)	5,396	13,698
Resources received free of charge	150	147
<b>Total expenses for Outcome 1</b>	<b>530,101</b>	<b>516,861</b>
	<b>2008–09</b>	<b>2009–10</b>
<b>Average staffing level (number)</b>	619	591

Note: Due to the move from an output/output group structure to a program structure as detailed in the 2009–10 Portfolio Budget Statements, the 2008–09 actual expenses are an estimate for each program.

**Program 1.1 expenses**

(\$'000)	2008–09 Actuals	2009–10 Revised budget target	2010–11 Forward year 1	2011–12 Forward year 2	2012–13 Forward year 3
<b>Access to justice and social inclusion</b>					
<b>Component 1.1.1 Access to justice</b>					
Annual departmental expenses					
Departmental expenses	26,969	21,759	21,668	22,099	22,658
Expenses not requiring appropriation in the Budget year	791	177	177	177	177
Annual administered expenses					
Family Relationship Services Program	161,634	173,018	172,555	175,205	177,654
Family Court of Western Australia	14,025	14,042	13,882	14,087	14,281
Payments for services under the <i>Family Law Act 1975</i> and the Child Support Scheme	2,003	6,166	6,077	5,864	5,965
Payments to Law Courts Limited for contributions to operating and capital expenses	39,954	34,245	9,456	2,116	2,146
Payments for membership of international bodies	667	550	550	550	550
Payments of grants to Australian organisations	1,411	1,220	1,228	1,255	1,273
Special appropriations					
<i>Judges' Pensions Act 1968 s 14(b)</i>	54,672	32,800	–	–	–
<i>High Court Justices (Long Leave Payments) Act 1979</i>	994	3,164	3,162	3,161	3,161
Special account expenses					
Services for Other Governments and Non-Agency Bodies	331	415	420	425	430
Other Trust Moneys	500	650	660	670	680

continued over

**Program 1.1 expenses (continued)**

(\$'000)	2008–09 Actuals	2009–10 Revised budget target	2010–11 Forward year 1	2011–12 Forward year 2	2012–13 Forward year 3
<b>Component 1.1.2 Social inclusion</b>					
Annual departmental expenses					
Departmental expenses	28,229	26,271	26,778	26,624	24,952
Expenses not requiring appropriation in the Budget year	401	40	40	40	40
Annual administered expenses					
Payments for the provision of legal aid for Indigenous Australians	59,188	52,541	53,134	53,933	54,687
Payments for the provision of law and justice advocacy services for Indigenous Australians	2,510	2,440	2,413	2,401	2,390
Payments for the provision of prevention, diversion, rehabilitation and restorative justice services for Indigenous Australians	26,146	12,088	12,225	12,408	12,580
Payments for the provision of family violence prevention legal services for Indigenous Australians	18,798	19,389	19,405	19,696	19,972
Payments for Indigenous interpreter services in the Northern Territory	1,843	1,219	1,227	1,276	1,293
Payments for the provision of legal aid—Legal Aid Commissions	2,999	7,846	3,628	3,673	3,723
Payments for the provision of community legal services	31,082	26,085	26,298	26,694	27,068
Financial assistance towards legal costs and related expenses	3,152	11,506	9,864	10,046	10,198
National consultation into human rights and responsibilities	1,488	611	–	–	–
Native title system	–	–	345	531	544
Northern Territory Emergency Response Law and Order measures	–	25,750	25,759	25,894	–
Specific purpose payments					
Payments for the provision of legal aid—States and Territories	118,532	–	–	–	–
<b>Total program expenses</b>	<b>598,379</b>	<b>473,992</b>	<b>410,951</b>	<b>408,825</b>	<b>386,422</b>

Note: Due to the move from an output/output group structure to a program structure as detailed in the 2009–10 Portfolio Budget Statements, the 2008–09 actual expenses are an estimate for each program.

**Program 1.2 expenses**

(\$'000)	2008–09 Actuals	2009–10 Revised budget target	2010–11 Forward year 1	2011–12 Forward year 2	2012–13 Forward year 3
<b>Legal services</b>					
<b>Component 1.2.1 Civil law</b>					
Annual departmental expenses					
Departmental expenses	10,844	12,827	4,900	5,043	5,196
Expenses not requiring appropriation in the Budget year	110	7,202	29,696	31,977	34,206
Annual administered expenses					
Personal property securities—public awareness campaign	75	1,000	–	–	–
Clark inquiry into the case of Dr Mohamed Haneef	2,045	–	–	–	–
Special appropriations					
<i>Law Officers Act 1964 s 16(13)—former Solicitors-General</i>	450	450	450	450	450
<i>Parliamentary Entitlements Act 1990</i>	155	300	300	300	300
<b>Component 1.2.2 Classification</b>					
Annual departmental expenses					
Departmental expenses	12,014	15,229	15,277	15,598	15,989
Expenses not requiring appropriation in the Budget year	1,426	1,418	920	923	925
Annual administered expenses					
Administration of the national classification scheme	249	–	–	–	–
<b>Component 1.2.3 Legislative drafting and publishing</b>					
Annual departmental expenses					
Departmental expenses	10,310	7,883	7,705	7,910	8,539
Expenses not requiring appropriation in the Budget year	2,540	4,811	5,148	5,524	5,934
Annual administered expenses					
Publications of Acts and select legislative instruments	996	1,495	1,563	1,597	1,635
<b>Component 1.2.4 International law</b>					
Annual departmental expenses					
Departmental expenses	6,771	5,924	5,526	5,633	5,776
Expenses not requiring appropriation in the Budget year	255	196	201	198	203
<b>Component 1.2.5 Constitutional policy and law reform</b>					
Annual departmental expenses					
Departmental expenses	1,989	2,334	2,330	2,371	2,429
Expenses not requiring appropriation in the Budget year	24	1	1	1	1
<b>Total program expenses</b>	<b>50,253</b>	<b>61,070</b>	<b>74,017</b>	<b>77,525</b>	<b>81,583</b>

Note: Due to the move from an output/output group structure to a program structure as detailed in the 2009–10 Portfolio Budget Statements, the 2008–09 actual expenses are an estimate for each program.

## Outcome 2

### Outcome 2 strategy

There are no changes to the strategy for Outcome 2 as reported in the 2009–10 Portfolio Budget Statements.

### Budgeted expenses and resources for Outcome 2

Table 2.1 provides an overview of the revised total expenses for Outcome 2 by program.

**Table 2.1: Budgeted expenses and resources for Outcome 2**

	<b>2008–09 Actual expenses (\$'000)</b>	<b>2009–10 Revised estimated expenses (\$'000)</b>
<b>Outcome 2: Coordinated federal criminal justice, security and emergency management activity, for a safer Australia</b>		
<b>Program 2.1 National security</b>		
<b>Component 2.1.1 National security resilience policy</b>		
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	26,391	31,948
Revenues from independent sources (section 31)	316	33
Resources received free of charge	30	30
<b>Subtotal for Component 2.1.1</b>	<b>26,737</b>	<b>32,011</b>
<b>Component 2.1.2 Emergency management</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	73,890	39,707
Special accounts	601	279
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	20,802	24,860
Revenues from independent sources (section 31)	225	39
Resources received free of charge	28	36
<b>Subtotal for Component 2.1.2</b>	<b>95,546</b>	<b>64,921</b>
<b>Component 2.1.3 National security capability development</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	47,005	20,193
Special accounts	1,100	2,226
Other services (Appropriation Bill Nos 2 & 4)	–	14,990
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	33,523	29,090
Revenues from independent sources (section 31)	3,254	2,656
Resources received free of charge	41	42
<b>Subtotal for Component 2.1.3</b>	<b>84,923</b>	<b>69,197</b>
<b>Component 2.1.4 National security law and policy</b>		
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	13,452	14,955
Revenues from independent sources (section 31)	8,676	8,046
Resources received free of charge	30	24

**Table 2.1: Budgeted expenses and resources for Outcome 2 (continued)**

	<b>2008–09 Actual expenses (\$'000)</b>	<b>2009–10 Revised estimated expenses (\$'000)</b>
<b>Outcome 2: Coordinated federal criminal justice, security and emergency management activity, for a safer Australia</b>		
<b>Subtotal for Component 2.1.4</b>	<b>22,158</b>	<b>23,025</b>
<b>Subtotal for Program 2.1</b>	<b>229,364</b>	<b>189,153</b>
<b>Program 2.2 National security law and policy</b>		
<b>Component 2.2.1 Criminal justice</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	21,977	17,970
Special appropriations	1,031	2,700
Other services (Appropriation Bill Nos 2 & 4)	–	7,400
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	17,576	15,773
Revenues from independent sources (section 31)	966	29
Resources received free of charge	25	26
<b>Subtotal for Component 2.2.1</b>	<b>41,575</b>	<b>43,898</b>
<b>Component 2.2.2 International crime cooperation</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	3,632	9,140
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	15,299	17,913
Revenues from independent sources (section 31)	2,730	2,326
Resources received free of charge	26	25
<b>Subtotal for Component 2.2.2</b>	<b>21,687</b>	<b>29,404</b>
<b>Total for Program 2.2 Criminal justice</b>	<b>63,262</b>	<b>73,302</b>
<b>Outcome 2 totals by appropriation type</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	146,504	87,010
Other services (Appropriation Bill Nos 2 & 4)	–	22,390
Special appropriations	1,031	2,700
Special accounts	1,700	2,505
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	127,043	134,539
Revenues from independent sources (section 31)	16,167	13,129
Resources received free of charge	180	183
<b>Total expenses for Outcome 2</b>	<b>292,626</b>	<b>262,455</b>
	<b>2008–09</b>	<b>2009–10</b>
<b>Average staffing level (number)</b>	<b>780</b>	<b>752</b>

Note: Due to the move from an output/output group structure to a program structure as detailed in the 2009–10 Portfolio Budget Statements, the 2008–09 actual expenses are an estimate for each program.

**Program 2.1 expenses**

(\$'000)	2008–09 Actuals	2009–10 Revised budget target	2010–11 Forward year 1	2011–12 Forward year 2	2012–13 Forward year 3
<b>National security</b>					
<b>Component 2.1.1 National security resilience policy</b>					
Annual departmental expenses					
Departmental expenses	26,391	31,948	33,552	24,474	25,198
Expenses not requiring appropriation in the Budget year	346	63	63	63	63
<b>Component 2.1.2 Emergency management</b>					
Annual departmental expenses					
Departmental expenses	20,801	24,860	22,056	22,104	22,656
Expenses not requiring appropriation in the Budget year	253	75	75	75	75
Annual administered expenses					
National Emergency Volunteers Support Fund	3,551	3,705	–	–	–
Local grants scheme	1,589	–	–	–	–
Specific purpose payments					
Bushfire mitigation <sup>1</sup>	1,403	–	–	–	–
Natural disaster mitigation <sup>1</sup>	8,801	–	–	–	–
Natural Disaster Relief and Recovery Arrangements <sup>1</sup>	58,546	–	–	–	–
Special accounts					
Other Trust Moneys	601	334	339	344	350
<b>Component 2.1.3 National security capability development</b>					
Annual departmental expenses					
Departmental expenses	33,523	29,090	29,855	30,398	31,281
Expenses not requiring appropriation in the Budget year	3,295	2,698	2,803	2,913	3,029
Annual administered expenses					
Disaster Resilience Australia Package <sup>2</sup>	–	2,000	2,000	2,000	2,000
Disaster Resilience—National Emergency Warning System	–	19,995	1,545	1,574	1,602
National aerial fire fighting	14,220	14,007	13,905	13,864	13,842
National counter-terrorism committee—special fund and operating expenses	14,610	16,083	16,896	15,770	16,117
Counter-terrorism exercises	1,004	1,007	1,015	1,030	1,044
National security public information campaign	5,345	1,000	1,000	–	–
APEC 2007 security arrangements	11,826	–	–	–	–
National crisis coordination capability	–	2,103	1,426	1,348	1,354

**Program 2.1 expenses (continued)**

(\$'000)	2008-09 Actuals	2009-10 Revised budget target	2010-11 Forward year 1	2011-12 Forward year 2	2012-13 Forward year 3
Special accounts					
Services for Other Governments and Non-Agency Bodies	1,100	2,226	2,231	2,235	-
<b>Component 2.1.4 National security law and policy</b>					
Annual departmental expenses					
Departmental expenses	13,451	14,955	14,877	15,259	12,456
Expenses not requiring appropriation in the Budget year	8,706	8,070	6,830	9,205	6,864
<b>Total program expenses</b>	<b>229,362</b>	<b>174,218</b>	<b>150,469</b>	<b>142,656</b>	<b>137,931</b>

Note: Due to the move from an output/output group structure to a program structure as detailed in the 2009-10 Portfolio Budget Statements, the 2008-09 actual expenses are an estimate for each program.

1. From 2009-10, these are National Partnerships payments made through Treasury.
2. Changes since the 2009-10 Budget reflect reclassification of funding to National Partnerships payments made through Treasury.

**Program 2.2 expenses**

(\$'000)	2008–09 Actuals	2009–10 Revised budget target	2010–11 Forward year 1	2011–12 Forward year 2	2012–13 Forward year 3
<b>National security law and policy</b>					
<b>Component 2.2.1 Criminal justice</b>					
Annual departmental expenses					
Departmental expenses	17,576	15,773	14,403	14,696	15,067
Expenses not requiring appropriation in the Budget year	991	55	55	55	55
Annual administered expenses					
National Community Crime Prevention Program	11,952	10,152	796	–	–
Payments for membership of international bodies	–	106	106	106	106
Payments for grants to Australian organisations	500	1,202	758	257	262
Schools Security program	2,525	7,400	6,938	–	–
Safer Suburbs program	7,000	6,510	–	–	–
Special appropriations					
<i>National Handgun Buyback Act 2003 s 9</i>	1,031	2,700	–	–	–
<b>Component 2.2.2 International crime cooperation</b>					
Annual departmental expenses					
Departmental expenses	15,299	17,913	15,936	14,547	13,492
Expenses not requiring appropriation in the Budget year	2,756	2,351	2,352	2,350	2,351
Annual administered expenses					
Australia's contribution to the International Criminal Court	2,876	8,822	9,226	9,411	9,613
Anti-money laundering and counter-terrorism financing—information and public awareness campaign	609	–	–	–	–
Pacific Police Development Program	147	318	271	277	–
<b>Total program expenses</b>	<b>63,262</b>	<b>73,302</b>	<b>50,841</b>	<b>41,699</b>	<b>40,946</b>

Note: Due to the move from an output/output group structure to a program structure as detailed in the 2009–10 Portfolio Budget Statements, the 2008–09 actual expenses are an estimate for each program.

### **Program 2.1 key performance indicators**

Over the long term, the Department's success in achieving the Program 2.1 objective will be measured according to the following indicators:

- Public confidence in the effectiveness of the national security framework is maintained and enhanced.
- Initiatives and frameworks are developed and implemented taking into consideration community needs and interests.
- A uniform national system for community emergency warnings is developed and adopted.
- Vetting and background checking procedures identify relevant information concerning national security risks.
- Government decision makers are satisfied that they have sufficient information to make robust decisions in national security emergencies.
- National capabilities to prepare for, prevent, respond to and recover from national security threats and emergencies are enhanced.
- Effective national arrangements for emergency prevention, response and recovery are agreed and implemented in all Australian jurisdictions.
- Ministers are satisfied that program objectives are appropriate, specific and measurable and that there are robust indicators to provide effective scrutiny of trends in progress towards objectives.

### **Outcome 3**

#### **Outcome 3 strategy**

There are no changes to the strategy for Outcome 3 as reported in the 2009–10 Portfolio Budget Statements.

#### **Budgeted expenses and resources for Outcome 3**

Table 2.1 provides an overview of the revised total expenses for Outcome 3 by program.

**Table 2.1: Budgeted expenses and resources for Outcome 3**

	<b>2008–09 Actual expenses (\$'000)</b>	<b>2009–10 Revised estimated expenses (\$'000)</b>
<b>Outcome 3: Assisting regions to manage their own futures</b>		
<b>Program 3.1 Services to Territories</b>		
<b>Component 3.1.1 Services to Territories</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	100,070	124,599
Other services (Appropriation Bill Nos 2 & 4)	34,261	–
Special accounts	1,395	–
Administered assets and liabilities	6,213	10,000
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	11,089	9,946
Special accounts	157	–
Resources received free of charge	17	17
<b>Total expenses for Outcome 3</b>	<b>153,202</b>	<b>144,562</b>
	<b>2008–09</b>	<b>2009–10</b>
<b>Average staffing level (number)</b>	76	61

Note: Due to the move from an output/output group structure to a program structure as detailed in the 2009–10 Portfolio Budget Statements, the 2008–09 actual expenses are an estimate for each program.

**Program 3.1 expenses**

(\$'000)	2008–09 Actuals	2009–10 Revised budget target	2010–11 Forward year 1	2011–12 Forward year 2	2012–13 Forward year 3
<b>Services to Territories</b>					
Annual departmental expenses					
Departmental expenses	11,089	9,946	10,122	10,392	10,657
Expenses not requiring appropriation in the Budget year	174	17	17	17	17
Annual administered expenses					
Services to Indian Ocean Territories	75,523	97,325	79,174	79,088	83,255
Indian Ocean Territories—freight and passenger capital works	–	–	700	700	700
Norfolk Island environment trust	–	10	–	–	–
Norfolk Island—Kingston and Arthur's Vale Historic Area	564	578	587	596	607
Jervis Bay Territory—depreciation	462	517	517	427	427
Christmas Island administration—depreciation	160	310	310	310	310
Office of the Administrator, Norfolk Island	594	645	646	655	654
Services to Jervis Bay Territory	5,501	7,066	4,943	5,146	5,267
Indian Ocean Territories—depreciation	15,130	15,918	15,965	15,787	15,787
Norfolk Island administration	578	545	545	545	545
Norfolk Island—disposal of land	–	47	1,974	–	–
ACT Government—National Capital function	1,369	1,562	1,599	1,658	1,735
Office of the Administrator, Northern Territory	189	278	278	278	267
Specific purpose payments					
ACT Government—National Capital Influences	24,434	–	–	–	–
ACT Government—water and sewerage	9,827	–	–	–	–
Special accounts					
Christmas Island Phosphate Mining Rehabilitation	1,327	1,000	1,000	1,000	1,000
Other Trust Moneys	68	38	38	39	39
<b>Total program expenses</b>	<b>146,989</b>	<b>135,802</b>	<b>118,415</b>	<b>116,638</b>	<b>121,267</b>

Note: Due to the move from an output/output group structure to a program structure as detailed in the 2009–10 Portfolio Budget Statements, the 2008–09 actual expenses are an estimate for each program.

## 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. The corresponding table in the 2009–10 Portfolio Budget 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)
Services for Other Governments and Non-Agency Bodies—						
FMA Act s 20 (A)	1, 2	13,877	2,920	2,920	–	13,877
	1, 2	2,290	1,435	1,606	11,758	13,877
Other Trust Moneys—						
FMA Act s 20 (A)	1, 2, 3	1,926	650	650	–	1,926
	1,2,3	1,665	1,498	1,237	–	1,926
Christmas Island Phosphate Mining Rehabilitation						
Special Account—	3	2,696	1,020	1,000	–	2,716
FMA Act s 20 (A)	3	2,914	1,190	1,327	–	2,777
<b>Total special accounts</b>						
<b>2009–10 Budget estimate</b>		<b>18,499</b>	<b>4,590</b>	<b>4,570</b>	<b>–</b>	<b>18,519</b>
<b>Total special accounts</b>						
<b>2008–09 estimate</b>						
<b>actual</b>		<b>6,869</b>	<b>4,123</b>	<b>4,170</b>	<b>11,758</b>	<b>18,580</b>

(A) = Administered.

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

## **3.2 BUDGETED FINANCIAL STATEMENTS**

### **3.2.1 Analysis of budgeted financial statements**

Changes to departmental and administered budgeted financial statements since the 2009-10 Portfolio Budget Statements include actual financial results for 2008-09, new measures, movement of administered funds, Remuneration Tribunal decisions and indexation updates.

The Council of Australian Governments has revised the commencement date for the personal property securities system from May 2010 to May 2011. This period will be used to assist business stakeholders with the transition to the new system. The impact on the Department's budgeted financial statements will be shown in the 2010-11 Portfolio Budget Statements.

### **3.2.2 Budgeted financial statements tables**

#### **Departmental**

##### *Income statement*

Departmental appropriation revenue has increased by \$0.154m with a corresponding increase in supplier and employee expenses. The major contribution is the inclusion of new measures.

##### *Balance sheet*

The overall change to the budgeted departmental balance sheet reflects the inclusion of the 2008-09 actuals.

##### *Statement of cash flows*

Departmental appropriation receipts have increased, and there has been a corresponding increase in supplier and employee payments as a result of the new measures.

##### *Statement of changes in equity*

The changes in equity estimates from the 2009-10 Portfolio Budget Statements are due to the impact of the 30 June 2009 actual operating result and the inclusion of new measures.

## Administered

### *Schedule of budgeted income and expenses*

There has been no change in the estimates for administered revenue. Administered expenses have decreased by \$36.140m. This is a result of savings measures, transfers of appropriation to other agencies, movement of administered funds and other funding variations.

### *Schedule of budgeted assets and liabilities*

The revised budget for administered assets and liabilities shows the impact of the 2008–09 actuals.

### *Schedule of budgeted administered cash flows*

The changes to the schedule represent the impact of the 2008–09 actual results on the schedule of assets and liabilities and the inclusion of 2009–10 Portfolio Additional Estimates decisions.

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

	<b>Actual 2008–09 (\$'000)</b>	<b>Revised budget 2009–10 (\$'000)</b>	<b>Forward estimate 2010–11 (\$'000)</b>	<b>Forward estimate 2011–12 (\$'000)</b>	<b>Forward estimate 2012–13 (\$'000)</b>
<b>EXPENSES</b>					
Employee benefits	154,671	157,134	154,585	150,344	151,219
Suppliers	85,220	87,087	89,042	90,521	89,245
Depreciation and amortisation	15,839	19,239	29,560	29,760	29,798
Write-down and impairment of assets	784	–	–	–	–
Finance costs	804	424	176	43	25
Other	8	–	–	–	–
<b>Total expenses</b>	<b>257,326</b>	<b>263,884</b>	<b>273,363</b>	<b>270,668</b>	<b>270,287</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Revenue</b>					
Sale of goods and rendering of services	21,722	26,827	48,030	53,172	53,593
Other revenue	1	–	–	–	–
<b>Total revenue</b>	<b>21,723</b>	<b>26,827</b>	<b>48,030</b>	<b>53,172</b>	<b>53,593</b>
<b>Gains</b>					
Other gains	347	347	348	346	347
Total gains	347	347	348	346	347
<b>Total own-source income</b>	<b>22,070</b>	<b>27,174</b>	<b>48,378</b>	<b>53,518</b>	<b>53,940</b>
<b>Net cost of (contribution by) services</b>	<b>235,256</b>	<b>236,710</b>	<b>224,985</b>	<b>217,150</b>	<b>216,347</b>
Appropriation revenue	233,507	236,710	224,985	217,150	216,347
<b>Surplus (deficit)</b>	<b>(1,749)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Surplus (deficit) attributable to the Australian Government</b>	<b>(1,749)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>

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)
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	1,131	483	686	1,170	2,106
Trade and other receivables	148,604	138,195	159,518	165,235	178,097
<b>Total financial assets</b>	<b>149,735</b>	<b>138,678</b>	<b>160,204</b>	<b>166,405</b>	<b>180,203</b>
<b>Non-financial assets</b>					
Land and buildings	60,249	68,588	62,771	62,369	54,233
Infrastructure, plant and equipment	22,164	22,915	21,982	21,330	14,898
Inventories	78	78	78	78	78
Intangibles	11,387	23,203	10,888	6,701	7,471
Heritage and cultural	1,815	1,815	1,815	1,815	1,815
Other	924	1,155	1,195	1,061	1,061
<b>Total non-financial assets</b>	<b>96,617</b>	<b>117,754</b>	<b>98,729</b>	<b>93,354</b>	<b>79,556</b>
<b>Total assets</b>	<b>246,352</b>	<b>256,432</b>	<b>258,933</b>	<b>259,759</b>	<b>259,759</b>
<b>LIABILITIES</b>					
<b>Interest-bearing liabilities</b>					
Leases	6,287	6,151	6,098	6,098	6,098
Other	1,949	1,907	1,870	1,870	1,870
<b>Total interest-bearing liabilities</b>	<b>8,236</b>	<b>8,058</b>	<b>7,968</b>	<b>7,968</b>	<b>7,968</b>
<b>Provisions</b>					
Employees	38,665	39,441	39,968	40,780	40,780
Other	566	566	566	566	566
<b>Total provisions</b>	<b>39,231</b>	<b>40,007</b>	<b>40,534</b>	<b>41,346</b>	<b>41,346</b>
<b>Payables</b>					
Suppliers	17,670	18,764	20,432	20,432	20,432
Other	13,152	13,166	13,180	13,194	13,194
<b>Total payables</b>	<b>30,822</b>	<b>31,930</b>	<b>33,612</b>	<b>33,626</b>	<b>33,626</b>
<b>Total liabilities</b>	<b>78,289</b>	<b>79,995</b>	<b>82,114</b>	<b>82,940</b>	<b>82,940</b>
<b>Net assets</b>	<b>168,063</b>	<b>176,437</b>	<b>176,819</b>	<b>176,819</b>	<b>176,819</b>
<b>EQUITY</b>					
<b>Parent entity interest</b>					
Contributed equity	129,274	137,648	138,030	138,030	138,030
Reserves	19,124	19,124	19,124	19,124	19,124
Retained surpluses or accumulated deficits	19,665	19,665	19,665	19,665	19,665
<b>Total equity</b>	<b>168,063</b>	<b>176,437</b>	<b>176,819</b>	<b>176,819</b>	<b>176,819</b>
<b>Current assets</b>	<b>150,737</b>	<b>156,905</b>	<b>158,435</b>	<b>158,940</b>	<b>158,940</b>
<b>Non-current assets</b>	<b>95,615</b>	<b>99,527</b>	<b>100,498</b>	<b>100,819</b>	<b>100,819</b>
<b>Current liabilities</b>	<b>65,542</b>	<b>66,970</b>	<b>68,744</b>	<b>69,436</b>	<b>69,436</b>
<b>Non-current liabilities</b>	<b>12,747</b>	<b>13,025</b>	<b>13,370</b>	<b>13,504</b>	<b>13,504</b>

Prepared on Australian Accounting Standards basis.

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

**Table 3.2.3: Budgeted departmental statement of 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)
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Goods and services	24,405	24,820	47,263	52,835	53,593
Appropriations	221,444	248,454	213,484	221,550	213,165
Interest	1	–	–	–	–
Net GST received	–	223	–	–	–
Other	–	171	–	–	–
<b>Total cash received</b>	<b>245,850</b>	<b>273,668</b>	<b>260,747</b>	<b>274,385</b>	<b>266,758</b>
<b>Cash used</b>					
Employees	151,524	156,358	155,429	151,614	153,916
Suppliers	77,316	84,585	88,250	91,678	90,881
Borrowing costs	804	424	176	43	25
Net GST paid	2,585	–	5	46	–
<b>Total cash used</b>	<b>232,229</b>	<b>241,367</b>	<b>243,860</b>	<b>243,381</b>	<b>244,822</b>
<b>Net cash from (used by) operating activities</b>	<b>13,621</b>	<b>32,301</b>	<b>16,887</b>	<b>31,004</b>	<b>21,936</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of land and buildings	35,270	14,976	9,442	9,442	10,000
Purchase of property, plant and equipment	10,357	7,450	1,443	10,025	3,999
Purchase of intangibles	7,252	17,719	5,091	10,053	7,001
<b>Total cash used</b>	<b>52,879</b>	<b>40,145</b>	<b>15,976</b>	<b>29,520</b>	<b>21,000</b>
<b>Net cash from (used by) investing activities</b>	<b>(52,879)</b>	<b>(40,145)</b>	<b>(15,976)</b>	<b>(29,520)</b>	<b>(21,000)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations—contributed equity	41,206	8,374	382	–	–
<b>Total cash received</b>	<b>41,206</b>	<b>8,374</b>	<b>382</b>	<b>–</b>	<b>–</b>
<b>Cash used</b>					
Other	2,110	1,178	1,090	1,000	–
<b>Total cash used</b>	<b>2,110</b>	<b>1,178</b>	<b>1,090</b>	<b>1,000</b>	<b>–</b>
<b>Net cash from (used by) financing activities</b>	<b>39,096</b>	<b>7,196</b>	<b>(708)</b>	<b>(1,000)</b>	<b>–</b>
<b>Net increase (decrease) in cash held</b>	<b>(162)</b>	<b>(648)</b>	<b>203</b>	<b>484</b>	<b>936</b>
Cash at the beginning of the reporting period	1,293	1,131	483	686	1,170
<b>Cash at the end of the reporting period</b>	<b>1,131</b>	<b>483</b>	<b>686</b>	<b>1,170</b>	<b>2,106</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.4: Departmental statement of changes in equity—summary of movement (Budget year 2009–10)**

	Retained earnings (\$'000)	Asset revaluation reserve (\$'000)	Other reserves (\$'000)	Contributed equity/capital (\$'000)	Total equity (\$'000)
<b>Opening balance as at 1 July 2009</b>					
Balance carried forward from previous period	19,665	19,124	–	129,274	168,063
<b>Income and expenses</b>					
Surplus (deficit) for the period	–	–	–	–	–
<b>Total income and expenses</b>	–	–	–	–	–
<b>Transactions with owners</b>					
Appropriation (equity injection)	–	–	–	8,374	8,374
<b>Sub-total transactions with owners</b>	–	–	–	8,374	8,374
<b>Estimated closing balance as at 30 June 2010</b>	<b>19,665</b>	<b>19,124</b>	<b>–</b>	<b>137,648</b>	<b>176,437</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.5: Departmental capital budget statement**

	Actual 2008–09 (\$'000)	Revised budget 2009–10 (\$'000)	Forward estimate 2010–11 (\$'000)	Forward estimate 2011–12 (\$'000)	Forward estimate 2012–13 (\$'000)
<b>CAPITAL APPROPRIATIONS</b>					
Total equity injections	18,283	8,374	382	–	–
Previous years outputs	2,105	2,717	–	–	–
<b>Total capital appropriations</b>	<b>20,388</b>	<b>11,091</b>	<b>382</b>	<b>–</b>	<b>–</b>
<b>Represented by</b>					
Purchase of non-financial assets	18,283	8,374	382	–	–
Previous years outputs	2,105	2,717	–	–	–
<b>Total represented by</b>	<b>20,388</b>	<b>11,091</b>	<b>382</b>	<b>–</b>	<b>–</b>
<b>ACQUISITION OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations	18,283	8,374	382	–	–
Funded internally from departmental resources	27,344	31,771	15,594	29,520	21,000
<b>TOTAL</b>	<b>45,627</b>	<b>40,145</b>	<b>15,976</b>	<b>29,520</b>	<b>21,000</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.6: Statement of departmental asset movements (2009–10)**

	Land (\$'000)	Buildings (\$'000)	Other infrastructure, plant and equipment (\$'000)	Heritage and cultural assets (\$'000)	Intangibles (\$'000)	Total (\$'000)
<b>As at 1 July 2009</b>						
Gross book value	865	60,260	33,590	1,815	24,448	120,978
Accumulated depreciation/ amortisation	–	(875)	(11,426)	–	(13,062)	(25,363)
<b>Opening net book balance</b>	<b>865</b>	<b>59,385</b>	<b>22,164</b>	<b>1,815</b>	<b>11,386</b>	<b>95,615</b>
<b>CAPITAL ASSET ADDITIONS</b>						
<b>Estimated expenditure on new or replacement assets</b>						
By purchase or internally developed	–	14,976	7,450	–	17,719	40,145
<b>Sub-total</b>	<b>–</b>	<b>14,976</b>	<b>7,450</b>	<b>–</b>	<b>17,719</b>	<b>40,145</b>
<b>Other movements</b>						
Depreciation/amortisation expense	–	(6,638)	(6,699)	–	(5,902)	(19,239)
<b>As at 30 June 2010</b>						
Gross book value	865	75,236	41,040	1,815	42,167	161,123
Accumulated depreciation/ amortisation	–	(7,513)	(18,125)	–	(18,964)	(44,602)
<b>Closing net book balance</b>	<b>865</b>	<b>67,723</b>	<b>22,915</b>	<b>1,815</b>	<b>23,203</b>	<b>116,521</b>

Prepared on Australian Accounting Standards basis.

Note: The numbers in this table are subject to review under the government's net cash framework as part of the operation sunlight review.

**Table 3.2.7: Capital budget statement—reconciliation of heritage and cultural asset funding**

This table is not applicable to the Department because it is not a designated collecting institution.

## Administered

Table 3.2.8: 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)
<b>INCOME ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
<b>Revenue</b>					
<b>Taxation</b>					
Indirect tax	1,055	–	–	–	–
Other taxes, fees and fines	1,316	1,540	1,540	1,540	1,540
<b>Total taxation</b>	<b>2,371</b>	<b>1,540</b>	<b>1,540</b>	<b>1,540</b>	<b>1,540</b>
<b>Non-taxation</b>					
Goods and services	20,039	21,400	21,400	21,400	21,400
Fees and fines	694	–	–	–	–
Interest	8,861	6,888	6,834	6,775	6,708
Dividends	2,473	6,000	6,300	6,300	6,300
Other sources of non-taxation revenue	6,581	5,650	5,957	6,283	6,283
Royalties	3,171	640	640	640	640
<b>Total non-taxation</b>	<b>41,819</b>	<b>40,578</b>	<b>41,131</b>	<b>41,398</b>	<b>41,331</b>
<b>Total revenue administered on behalf of government</b>	<b>44,190</b>	<b>42,118</b>	<b>42,671</b>	<b>42,938</b>	<b>42,871</b>
<b>Gains</b>					
Other gains	3,759	–	–	–	–
<b>Total gains administered on behalf of government</b>	<b>3,759</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total income administered on behalf of government</b>	<b>47,949</b>	<b>42,118</b>	<b>42,671</b>	<b>42,938</b>	<b>42,871</b>
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Grants	610,835	426,979	374,077	368,380	373,403
Subsidies	55,775	22,092	24,734	17,472	17,839
Personal benefits	55,949	39,186	3,682	3,681	3,682
Employees	8,640	10,836	9,706	9,598	9,812
Suppliers	79,820	144,747	104,191	105,047	82,898
Depreciation and amortisation	17,497	18,932	20,362	18,693	18,693
Write-down and impairment of assets	1,307	–	–	–	–
Other	17,250	–	–	–	–
Asset sales	–	37	1,974	–	–
<b>Total expenses administered on behalf of government</b>	<b>847,073</b>	<b>662,809</b>	<b>538,726</b>	<b>522,871</b>	<b>506,327</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.9: 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)
<b>ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
<b>Financial assets</b>					
Cash and cash equivalents	619	620	620	620	620
Receivables	150,162	138,764	126,740	112,801	98,340
Investments	349,406	349,406	349,406	349,406	349,406
<b>Total financial assets</b>	<b>500,187</b>	<b>488,790</b>	<b>476,766</b>	<b>462,827</b>	<b>448,366</b>
<b>Non-financial assets</b>					
Land and buildings	110,046	116,091	108,936	105,114	101,292
Infrastructure, plant and equipment	146,978	156,317	158,181	157,679	157,177
Inventories	2,124	2,123	2,123	2,123	2,123
Intangibles	1,590	2,651	2,255	1,859	1,463
Heritage and cultural	52,202	51,486	50,770	50,054	49,338
Other	55	54	54	54	54
<b>Total non-financial assets</b>	<b>312,995</b>	<b>328,722</b>	<b>322,319</b>	<b>316,883</b>	<b>311,447</b>
<b>Total assets administered on behalf of government</b>	<b>813,182</b>	<b>817,512</b>	<b>799,085</b>	<b>779,710</b>	<b>759,813</b>
<b>LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
<b>Provisions</b>					
Employees	1,680	1,680	1,607	1,607	1,607
Other provisions	13,014	13,015	13,015	13,015	13,015
<b>Total provisions</b>	<b>14,694</b>	<b>14,695</b>	<b>14,622</b>	<b>14,622</b>	<b>14,622</b>
<b>Payables</b>					
Suppliers	19,241	19,240	19,240	19,240	19,240
Subsidies	–	1,119	1,119	1,119	1,119
Personal benefits payable	680,500	21,100	21,100	21,100	21,100
Grants and subsidies	12,399	11,280	11,279	11,279	11,279
Other payables	748	749	749	749	749
<b>Total payables</b>	<b>712,888</b>	<b>53,488</b>	<b>53,487</b>	<b>53,487</b>	<b>53,487</b>
<b>Total liabilities administered on behalf of government</b>	<b>727,582</b>	<b>68,183</b>	<b>68,109</b>	<b>68,109</b>	<b>68,109</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.10: Schedule of budgeted administered cash flows (for the period ended 30 June)**

	<b>Actual 2008–09 (\$'000)</b>	<b>Revised budget 2009–10 (\$'000)</b>	<b>Forward estimate 2010–11 (\$'000)</b>	<b>Forward estimate 2011–12 (\$'000)</b>	<b>Forward estimate 2012–13 (\$'000)</b>
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Levies, fees, taxes and fines	3,065	1,540	1,540	1,540	1,540
Sales of goods and rendering of services	17,608	21,400	21,400	21,400	21,400
Interest	8,861	6,888	6,834	6,775	6,708
Dividends	5,436	6,000	6,300	6,300	6,300
Net GST received	839	–	–	–	–
Other	13,227	6,290	5,707	6,033	6,033
<b>Total cash received</b>	<b>49,036</b>	<b>42,118</b>	<b>41,781</b>	<b>42,048</b>	<b>41,981</b>
<b>Cash used</b>					
Employees	8,442	10,836	9,715	9,610	9,828
Grant payments	621,865	427,429	376,655	373,342	379,840
Subsidies paid	57,240	22,092	24,382	16,914	17,278
Personal benefits	30,861	20,536	3,233	3,232	3,233
Suppliers	74,634	143,747	104,640	105,702	83,327
Other	10,856	–	–	–	–
<b>Total cash used</b>	<b>803,898</b>	<b>624,640</b>	<b>518,625</b>	<b>508,800</b>	<b>493,506</b>
<b>Net cash from (used by) operating activities</b>	<b>(754,862)</b>	<b>(582,522)</b>	<b>(476,844)</b>	<b>(466,752)</b>	<b>(451,525)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment, and intangibles	248	10	–	–	–
Repayments of advances	4,145	17,915	18,424	18,939	19,461
<b>Total cash received</b>	<b>4,393</b>	<b>17,925</b>	<b>18,424</b>	<b>18,939</b>	<b>19,461</b>
<b>Cash used</b>					
Purchase of property, plant and equipment, and intangibles	11,757	34,706	15,933	13,257	13,257
Advances and loans made	129	5,000	5,000	5,000	5,000
Other	2,099	–	–	–	–
<b>Total cash used</b>	<b>13,985</b>	<b>39,706</b>	<b>20,933</b>	<b>18,257</b>	<b>18,257</b>
<b>Net cash from (used by) investing activities</b>	<b>(9,592)</b>	<b>(21,781)</b>	<b>(2,509)</b>	<b>682</b>	<b>1,204</b>

**Table 3.2.10: Schedule of budgeted administered cash flows (for the period ended 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)
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Cash from Official Public Account	21,950	24,990	5,000	5,000	5,000
<b>Total cash received</b>	<b>21,950</b>	<b>24,990</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>
<b>Cash used</b>					
Cash to Official Public Account	22,476	–	–	–	–
<b>Total cash used</b>	<b>22,476</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Net cash from (used by) financing activities</b>	<b>(526)</b>	<b>24,990</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>
<b>Net increase (decrease) in cash held</b>	<b>(764,980)</b>	<b>(579,313)</b>	<b>(474,353)</b>	<b>(461,070)</b>	<b>(445,321)</b>
Cash at the beginning of the reporting period	182	619	620	620	620
Cash from Official Public Account for:					
– appropriations	839,581	639,357	535,448	522,947	507,653
– appropriations	(67,963)	(60,043)	(61,095)	(61,877)	(62,332)
– special accounts	(6,201)	–	–	–	–
<b>Cash at the end of the reporting period</b>	<b>619</b>	<b>620</b>	<b>620</b>	<b>620</b>	<b>620</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.11: Schedule of administered capital budget**

	Actual 2008–09 (\$'000)	Revised budget 2009–10 (\$'000)	Forward estimate 2010–11 (\$'000)	Forward estimate 2011–12 (\$'000)	Forward estimate 2012–13 (\$'000)
<b>CAPITAL APPROPRIATIONS</b>					
Administered assets	21,000	24,990	5,000	5,000	5,000
<b>Total capital appropriations</b>	<b>21,000</b>	<b>24,990</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>
<b>Represented by</b>					
Purchase of non-financial assets	16,000	19,990	–	–	–
Other	5,000	5,000	5,000	5,000	5,000
<b>Total represented by</b>	<b>21,000</b>	<b>24,990</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>
<b>ACQUISITION OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations	11,757	29,990	–	–	–
Funded internally from departmental resources	–	14,716	15,933	13,257	13,257
<b>TOTAL</b>	<b>11,757</b>	<b>44,706</b>	<b>15,933</b>	<b>13,257</b>	<b>13,257</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.12: Statement of administered asset movements (2009–10)**

	Land (\$'000)	Buildings (\$'000)	Other infrastructure, plant and equipment (\$'000)	Heritage and cultural assets (\$'000)	Intangibles (\$'000)	Total (\$'000)
<b>As at 1 July 2009</b>						
Gross book value	47,541	67,203	166,965	53,002	1,832	336,543
Accumulated depreciation/ amortisation	–	(4,698)	(19,987)	(800)	(243)	(25,728)
<b>Opening net book balance</b>	<b>47,541</b>	<b>62,505</b>	<b>146,978</b>	<b>52,202</b>	<b>1,589</b>	<b>310,815</b>
<b>CAPITAL ASSET ADDITIONS</b>						
<b>Estimated expenditure on new or replacement assets</b>						
By purchase or internally developed	–	11,975	21,516	–	1,215	34,706
<b>Sub-total</b>	<b>–</b>	<b>11,975</b>	<b>21,516</b>	<b>–</b>	<b>1,215</b>	<b>34,706</b>
<b>Other movements</b>						
Depreciation/amortisation expense	–	(5,885)	(12,178)	(716)	(153)	(18,932)
Disposals	(47)	–	–	–	–	(47)
<b>As at 30 June 2010</b>						
Gross book value	47,494	79,178	188,481	53,002	3,047	371,202
Accumulated depreciation/ amortisation	–	(10,583)	(32,165)	(1,516)	(396)	(44,660)
<b>Closing net book balance</b>	<b>47,494</b>	<b>68,595</b>	<b>156,316</b>	<b>51,486</b>	<b>2,651</b>	<b>326,542</b>

Prepared on Australian Accounting Standards basis.

Note: The numbers in this table are subject to review under the government's net cash framework as part of the operation sunlight review.

### **3.2.3 Notes to the financial statements**

#### **Basis of accounting**

The budgeted financial statements have been prepared on an accrual basis, in accordance with historical cost convention and consistent with Australian Accounting Standards.

#### **Appropriations in the accrual budgeting framework**

Under the Australian Government's accrual budgeting framework, separate annual appropriations are provided for:

- departmental appropriations representing the Australian Government's purchase of services from agencies
- departmental capital appropriations for investments by the Australian Government for either additional equity or loans in agencies
- administered expense appropriations for the estimated administered expenses relating to an existing outcome or a new outcome, and
- administered capital appropriations for increases in administered equity through funding non-expense administered payments.

#### **Departmental**

##### *Revenue from government*

Amounts appropriated are recognised as revenue, except for certain amounts that relate to activities that are reciprocal in nature, in which case revenue is recognised only when it has been earned. Appropriations receivable are recognised at their nominal amounts.

##### *Other revenue*

Revenue from rendering of specific services is recognised by reference to the stage of completion of contracts or other agreements. Revenue from licence fees is recognised on receipt of the application and licence fee.

##### *Employee expenses*

Employee expenses consist of salaries, leave entitlements, redundancy expenses, superannuation and non-salary benefits.

##### *Supplier expenses*

Supplier expenses consist of administrative costs, consultants' fees, travel expenses and property operating expenses.

##### *Leases*

A distinction is made between finance leases, which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased non-current assets, and operating leases under which the lessor effectively retains substantially all such risks and benefits.

Where a non-current asset is acquired by means of a finance lease, the asset is capitalised at the lower of fair value or the present value of minimum lease payments at the inception of the lease and a liability recognised for the same amount. Leased assets are amortised over the period of the lease. Lease payments are allocated between the principal component and the interest expense.

Operating lease payments are charged to the income statement on a basis that is representative of the pattern of benefits derived from the lease assets.

#### *Depreciation and amortisation*

Computer equipment is depreciated using the declining-balance method while, for all other plant and equipment, the straight-line method of depreciation is applied. Leasehold improvements are amortised on a straight-line basis over the lesser of the estimated life of the improvements or the unexpired period of the lease.

Depreciation/amortisation rates (useful lives) are reviewed at each balance date and necessary adjustments are recognised.

#### *Cash*

Cash includes notes and coins held and any deposits held at call with a bank or other financial institution.

#### *Asset valuation*

The Department has adopted fair value as a basis for valuing its leasehold improvements and plant and equipment. Valuation is conducted with sufficient frequency to ensure that the carrying amounts of assets do not differ materially from the assets fair values as at the reporting date.

#### *Asset recognition threshold*

Purchases of property, plant and equipment are recognised initially at cost in the balance sheet, except for purchases costing less than \$2,000, which are expensed in the year of acquisition.

#### *Receivables*

A provision is raised for any doubtful debts based on a review of the collectability of all outstanding accounts as at year-end.

Bad debts are written off during the year in which they are identified.

#### *Provisions and payables*

Provisions and payables represent liabilities for miscellaneous accruals and employee benefits, including accrued salary and leave entitlements, provisions for making good leased premises and lease incentives. No provision for sick leave is required as all sick leave is non-vesting.

## **Administered**

### *Revenue*

All administered revenues are revenues relating to the core operating activities performed by the Department on behalf of the Australian Government. Levies, fees and fines revenue is recognised when it is probable that the economic benefit comprising the consideration will flow to the entity.

Revenue from the rendering of service is recognised on delivery of that service to customers. Interest revenue is recognised on a time proportionate basis that takes into account the effective yield on the relevant asset. Dividend revenue is recognised when the right to receive a dividend has been established.

### *Assets*

Administered financial assets are made up of receivables and investments. The administered investments are recorded at fair value. Administered non-financial assets comprise land and buildings; infrastructure, plant and equipment; intangibles; heritage and cultural assets; inventories; and prepayments. The accounting policies in relation to non-financial assets are the same as for departmental non-financial assets.

### *Liabilities*

Administered liabilities are made up of employee provisions, creditors for suppliers, grants and subsidy arrangements. The personal benefits payable is the actuarial valuation of the judges' pension liability.