

Financial statements



INDEPENDENT AUDITOR'S REPORT

To the President of the Senate and the Speaker of the House of Representatives

Scope

I have audited the accompanying financial statements of Department of Parliamentary Services for the year ended 30 June 2010, which comprise: a Statement by the Chief Executive and Chief Finance Officer; Statement of Comprehensive Income; Balance Sheet; Statement of Changes in Equity; Cash Flow Statement; Schedule of Commitments; Schedule of Asset Additions; Schedule of Administered Items and Notes to and forming part of the Financial Statements, including a Summary of Significant Accounting Policies.

The Responsibility of the Secretary for the Financial Statements

The Department of Parliamentary Services' Secretary is responsible for the preparation and fair presentation of the financial statements in accordance with the Finance Minister's Orders made under the *Financial Management and Accountability Act 1997*, including the Australian Accounting Standards (which include the Australian Accounting Interpretations). This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on the financial statements based on my audit. I have conducted my audit in accordance with the Australian National Audit Office Auditing Standards, which incorporate the Australian Auditing Standards. These auditing standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Department of Parliamentary Services'

preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Department of Parliamentary Services' internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Department of Parliamentary Services' Secretary, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

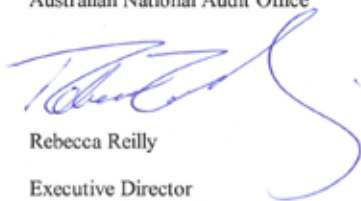
In conducting the audit, I have followed the independence requirements of the Australian National Audit Office, which incorporate the requirements of the Australian accounting profession.

Auditor's Opinion

In my opinion, the financial statements of the Department of Parliamentary Services:

- (a) have been prepared in accordance with the Finance Minister's Orders made under the *Financial Management and Accountability Act 1997*, including the Australian Accounting Standards; and
- (b) give a true and fair view of the matters required by the Finance Minister's Orders including the Department of Parliamentary Services' financial position as at 30 June 2010 and its financial performance and cash flows for the year then ended.

Australian National Audit Office



Rebecca Reilly

Executive Director

Delegate of the Auditor-General

Canberra

13 August 2010

DEPARTMENT OF PARLIAMENTARY SERVICES
STATEMENT BY THE CHIEF EXECUTIVE AND CHIEF FINANCE OFFICER

In our opinion, the attached financial statements for the year ended 30 June 2010 are based on properly maintained financial records and give a true and fair view of the matters required by the Finance Minister's Orders made under the *Financial Management and Accountability Act 1997*, as amended.



Alan Thompson
Secretary

13 August 2010



Judith Konig FCPA
Chief Finance Officer

13 August 2010

DEPARTMENT OF PARLIAMENTARY SERVICES
STATEMENT OF COMPREHENSIVE INCOME
for the period ended 30 June 2010

	Notes	2010 \$'000	2009 \$'000
EXPENSES			
Employee benefits	3A	65,214	67,085
Supplier expenses	3B	40,372	40,769
Depreciation and amortisation	3C	16,184	14,899
Write-down and impairment of assets	3D	177	100
Losses from asset sales	3E	56	289
Total expenses		122,003	123,142
LESS:			
OWN-SOURCE INCOME			
Revenue			
Sale of goods and rendering of services	4A	4,913	4,649
Rental income	4B	1,302	1,252
Other	4C	10	13
Total revenue		6,225	5,914
Gains			
Asset related	4D	144	1,068
Other	4E	172	171
Total gains		316	1,239
Total own-source income		6,541	7,153
Net cost of services		115,462	115,989
Revenue from Government	4F	90,933	116,913
Surplus (Deficit) attributable to the Australian Government		(24,529)	924
OTHER COMPREHENSIVE INCOME			
Changes in asset revaluation reserves		-	2,051
Total other comprehensive income		-	2,051
Total comprehensive income (loss) attributable to the Australian Government		(24,529)	2,975

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

DEPARTMENT OF PARLIAMENTARY SERVICES
BALANCE SHEET for Not-For-Profit Reporting Entities
as at 30 June 2010

	Notes	2010 \$'000	2009 \$'000
ASSETS			
Financial Assets			
Cash and cash equivalents	5A	188	208
Trade and other receivables	5B	17,234	68,501
Total financial assets		<u>17,422</u>	<u>68,709</u>
Non-Financial assets			
Property, plant and equipment	6A,B	67,735	49,353
Intangibles	6C	23,557	12,033
Inventories	6D	214	245
Other	6E	1,385	1,136
Total non-financial assets		<u>92,891</u>	<u>62,767</u>
Total Assets		<u>110,313</u>	<u>131,476</u>
LIABILITIES			
Payables			
Suppliers	7A	6,507	4,174
Other	7B	1,539	1,413
Total payables		<u>8,046</u>	<u>5,587</u>
Provisions			
Employee provisions	8	20,673	19,766
Total provisions		<u>20,673</u>	<u>19,766</u>
Total Liabilities		<u>28,719</u>	<u>25,353</u>
Net Assets		<u>81,594</u>	<u>106,123</u>
EQUITY			
Parent Entity Interest			
Contributed equity		85,380	85,380
Reserves		11,553	11,553
Retained surplus (accumulated deficit)		(15,339)	9,190
Total Equity		<u>81,594</u>	<u>106,123</u>

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

DEPARTMENT OF PARLIAMENTARY SERVICES
STATEMENT OF CHANGES IN EQUITY for Not-For-Profit Reporting Entities
for the period ended 30 June 2010

	Retained earnings		Asset revaluation reserves		Contributed equity/capital		Total equity	
	2010 \$'000	2009 \$'000	2010 \$'000	2009 \$'000	2010 \$'000	2009 \$'000	2010 \$'000	2009 \$'000
Opening balance	9,190	8,266	11,553	9,503	85,380	85,380	106,123	103,149
Balance carried forward from previous period	-	-	-	(1)	-	-	-	(1)
Adjustment for rounding	9,190	8,266	11,553	9,502	85,380	85,380	106,123	103,148
Adjusted opening balance								
Comprehensive income								
Other comprehensive income	-	-	-	2,051	-	-	-	2,051
Surplus (Deficit) for the period	(24,529)	924	-	-	-	-	(24,529)	924
Total comprehensive income attributable to the Australian Government	(24,529)	924	-	2,051	-	-	(24,529)	2,975
Transactions with owners								
Sub-total transactions with owners	-	-	-	-	-	-	-	-
Closing balance at 30 June	(15,339)	9,190	11,553	11,553	85,380	85,380	81,594	106,123
Closing balance attributable to the Australian Government	(15,339)	9,190	11,553	11,553	85,380	85,380	81,594	106,123

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

DEPARTMENT OF PARLIAMENTARY SERVICES
CASH FLOWS STATEMENT for Not-For-Profit Reporting Entities
for the period ended 30 June 2010

	Notes	2010 \$'000	2009 \$'000
OPERATING ACTIVITIES			
Cash received			
Goods and services		6,245	5,867
Appropriations		143,234	114,935
Net GST received		6,849	5,055
Other		173	334
Total cash received		156,501	126,191
Cash used			
Employees		64,598	64,677
Suppliers		47,889	45,014
Total cash used		112,487	109,691
Net cash from (used by) operating activities	9	44,014	16,500
INVESTING ACTIVITIES			
Cash received			
Proceeds from sales of property, plant and equipment		85	59
Total cash received		85	59
Cash used			
Purchase of property, plant and equipment		29,166	12,461
Purchase of intangibles		14,953	4,930
Total cash used		44,119	17,391
Net cash from (used by) investing activities		(44,034)	(17,332)
Net increase or (decrease) in cash held		(20)	(832)
Cash and cash equivalents at the beginning of the reporting period		208	1,040
Cash and cash equivalents at the end of the reporting period	5A	188	208

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

DEPARTMENT OF PARLIAMENTARY SERVICES
SCHEDULE OF COMMITMENTS for Not-For-Profit Reporting Entities
as at 30 June 2010

	2010	2009
BY TYPE	\$'000	\$'000
Commitments receivable		
Sublease rental income	(6,346)	(36)
GST recoverable on commitments	(3,529)	(4,233)
Total Commitments Receivable	(9,875)	(4,269)
Commitments payable		
Capital commitments	15,793	1,508
Intangibles	3,591	3,980
Total capital commitments	19,384	5,488
Other commitments		
Operating leases ²	223	297
Other ³	25,558	40,773
Total other commitments	25,781	41,070
Net commitments by type	35,290	42,289
BY MATURITY		
Commitments receivable		
Operating lease income		
One year or less	(1,421)	(36)
From one to five years	(4,925)	-
Total operating lease income	(6,346)	(36)
Other commitments receivable		
One year or less	(3,779)	(2,292)
From one to five years	-	(1,941)
Total other commitments receivable	(3,779)	(4,233)
Commitments payable		
Capital commitments		
One year or less	19,384	5,488
Total capital commitments	19,384	5,488
Operating lease commitments		
One year or less	139	178
From one to five years	84	119
Total operating lease commitments	223	297
Other Commitments		
One year or less	23,472	19,546
From one to five years	2,337	21,228
Total other commitments	25,809	40,774
Net commitments by maturity	35,290	42,289

NB: Commitments are GST inclusive where relevant.

1 Property, plant and equipment commitments are primarily for purchase of equipment and services for IT, broadcast and security system assets and furniture and fittings.

2 Operating leases included are effectively non-cancellable and comprise agreements for the provision of motor vehicles.

<i>Nature of lease</i>	<i>General description of leasing arrangement</i>
Motor vehicles	No contingent rentals exist. There are no renewal or purchase options available to DPS.

3 Other commitments are comprised of long term contracts in force as at 30 June 2010, where total consideration is greater than \$100,000, and outstanding purchase orders at 30 June 2010, where the goods and services were ordered but not received by 30 June 2010.

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

DEPARTMENT OF PARLIAMENTARY SERVICES
SCHEDULE OF ASSET ADDITIONS for Not-For-Profit Reporting Entities
for the period ended 30 June 2010

The following non-financial non-current assets were added in 2009-10

	Notes	Other property, plant & equipment \$'000	Intangibles \$'000	Total \$'000
By purchase - ordinary annual services	6	30,879	15,365	46,244
Total additions		30,879	15,365	46,244

The following non-financial non-current assets were added in 2008-09

	Other property, plant & equipment \$'000	Intangibles \$'000	Total \$'000
By purchase - ordinary annual services	12,919	4,766	17,685
Total additions	12,919	4,766	17,685

DEPARTMENT OF PARLIAMENTARY SERVICES
SCHEDULE OF ADMINISTERED ITEMS

	Notes	2010 \$'000	2009 \$'000
Income administered on behalf of Government			
<i>for the period ended 30 June 2010</i>			
Revenue			
Other	15	<u>87</u>	<u>9</u>
Total revenue administered on behalf of Government		<u>87</u>	<u>9</u>
Expenses administered on behalf of Government			
<i>for the period ended 30 June 2010</i>			
Depreciation and amortisation	16	<u>20,402</u>	<u>18,466</u>
Write-down and impairment of assets		<u>5</u>	<u>20</u>
Value of assets sold		<u>236</u>	<u>1</u>
Total expenses administered on behalf of Government		<u>20,643</u>	<u>18,487</u>
Assets administered on behalf of Government			
<i>as at 30 June 2010</i>			
Financial assets			
Receivables	17A	<u>323</u>	<u>100</u>
Total financial assets		<u>323</u>	<u>100</u>
Non-financial assets			
Land and buildings	17B	<u>2,069,164</u>	<u>1,812,393</u>
Property, plant and equipment			
Other property, plant and equipment	17B	<u>6,325</u>	<u>5,873</u>
Heritage and cultural assets	17B	<u>77,653</u>	<u>77,235</u>
Total non-financial assets		<u>2,153,142</u>	<u>1,895,501</u>
Total assets administered on behalf of Government		<u>2,153,465</u>	<u>1,895,601</u>
Liabilities administered on behalf of Government			
<i>as at 30 June 2010</i>			
Payables			
Suppliers	18	<u>469</u>	<u>439</u>
Total liabilities administered on behalf of government		<u>469</u>	<u>439</u>

This schedule should be read in conjunction with the accompanying notes.

DEPARTMENT OF PARLIAMENTARY SERVICES
SCHEDULE OF ADMINISTERED ITEMS (continued)

	2010	2009
	\$'000	\$'000
Administered Cash Flows		
<i>for the period ended 30 June 2010</i>		
OPERATING ACTIVITIES		
Cash received		
Net GST received	1,099	711
Other receipts	287	7
Total cash received	1,386	718
Cash used		
GST paid to suppliers	(1,349)	(744)
Security deposit paid	(250)	-
Total cash used	(1,599)	(744)
Net cash from (used by) operating activities	(213)	(26)
INVESTING ACTIVITIES		
Cash received		
Proceeds from sales of property, plant and equipment	4	1
Total cash received	4	1
Cash used		
Purchase of property, plant and equipment	(15,547)	(8,859)
Total cash used	(15,547)	(8,859)
Net cash from (used by) investing activities	(15,543)	(8,858)
Net Increase (Decrease) in Cash Held	(15,756)	(8,884)
Cash and cash equivalents at the beginning of the reporting period	-	-
Cash from Official Public Account for:		
- Appropriations	15,547	9,603
- GST annotated Appropriations	1,349	-
	16,896	9,603
Cash to Official Public Account for:		
- GST returned	(1,099)	(710)
- Other	(41)	(9)
	(1,140)	(719)
Cash and cash equivalents at the end of the reporting period	-	-

This schedule should be read in conjunction with the accompanying notes.

DEPARTMENT OF PARLIAMENTARY SERVICES
SCHEDULE OF ADMINISTERED ITEMS (continued)

	2010	2009
	\$'000	\$'000
Administered commitments		
<i>as at 30 June 2010</i>		
BY TYPE		
Commitments receivable		
Other commitments receivable		
GST recoverable on commitments	<u>(282)</u>	(260)
Total commitments receivable	<u>(282)</u>	(260)
Commitments payable		
Capital commitments		
Property, plant and equipment	<u>3,107</u>	2,863
Total capital commitments	<u>3,107</u>	2,863
Net commitments by type	<u>2,825</u>	2,603
BY MATURITY		
Commitments receivable		
Other commitments receivable		
One year or less	<u>(282)</u>	(260)
Total other commitments receivable	<u>(282)</u>	(260)
Commitments payable		
Capital commitments		
One year or less	<u>3,107</u>	2,863
Total capital commitments	<u>3,107</u>	2,863
Net commitments by maturity	<u>2,825</u>	2,603

NB: Commitments are GST inclusive where relevant.

Administered activities

The major administered activities of the Department of Parliamentary Services are directed towards achieving the outcome described in Note 1 to the Financial Statements. Details of planned activities can be found in the DPS Portfolio Budget Statements for 2009-10.

This schedule should be read in conjunction with the accompanying notes.

**DEPARTMENT OF PARLIAMENTARY SERVICES
SCHEDULE OF ADMINISTERED ITEMS (continued)**

**Administered asset additions
for the period ending June 2010**

The following non-financial non-current assets were added in 2009-10

	Notes	Land and Buildings		Property, Plant and Equipment Other PP&E		Heritage and Cultural Assets	Total
		\$'000		\$'000			
By purchase - appropriation equity	17	14,071		799		423	15,293
By purchase - other		-		46		-	46
		14,071		845		423	15,339

The following non-financial non-current assets were added in 2008-09

	Notes	Land and Buildings		Property, Plant and Equipment Other PP&E		Heritage and Cultural Assets	Total
		\$'000		\$'000			
By purchase - appropriation equity	17	8,034		629		437	9,100
By purchase - other		-		-		1	1
Total additions		8,034		629		438	9,101

DEPARTMENT OF PARLIAMENTARY SERVICES
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the financial year ended 30 June 2010

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Note 1 Summary of Significant Accounting Policies

1.1 Objectives of the Department of Parliamentary Services (DPS)

DPS is an Australian Parliamentary Service organisation. The objective of DPS is to serve the Australian people by supporting the Parliament and caring for Parliament House.

DPS is structured to meet one outcome. This outcome is:

Occupants of Parliament House are supported by integrated services and facilities, Parliament functions effectively and its work and building are accessible to the public.

The continued existence of DPS in its present form and with its present programs is dependent on Government policy and on continued appropriations by Parliament for DPS's administration and programs.

DPS's activities contributing towards this outcome are classified as either departmental or administered. Departmental activities involve the use of assets, liabilities, revenues and expenses controlled or incurred by DPS in its own right. Administered activities involve the management or oversight by DPS, on behalf of the Government, of items controlled or incurred by the Government.

DPS conducts the following administered activities:

WORKS PROGRAM—Support for the operation of Parliament into the future, while at the same time preserving the design integrity of the architecture, engineering systems, art and landscape that make up Parliament House.

1.2 Basis of Preparation of the Financial Statements

The Financial Statements and notes are required by section 49 of the *Financial Management and Accountability Act 1997* and are general purpose financial statements.

The Financial Statements have been prepared in accordance with:

- Finance Minister's Orders (or **FMOs**), for reporting periods ending on or after 1 July 2009;
- Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (**AASB**) that apply for the reporting period.

The Financial Statements have been prepared on an accrual basis and is in accordance with historical cost convention, except for certain assets at fair value. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position.

The Financial Statements are presented in Australian dollars, and values are rounded to the nearest thousand dollars unless otherwise specified.

Unless an alternative treatment is specifically required by an accounting standard or the FMOs, assets and liabilities are recognised in the Balance Sheet when and only when it is probable that future economic benefits will flow to DPS or a future sacrifice of economic benefit will be required and the amounts of the assets or liabilities can be reliably measured. However, assets and liabilities arising under agreements that are equally proportionately unperformed are not recognised unless required by an accounting standard. Liabilities and assets that are unrealised are reported in the Schedule of Commitments and the Schedule of Contingencies.

Notes to and forming part of the Financial Statements

Unless alternative treatment is specifically required by an accounting standard, revenues and expenses are recognised in the Statement of Comprehensive Income when and only when the flow or consumption or loss of economic benefits has occurred and can be reliably measured.

Administered revenues, expenses, assets and liabilities and cash flows reported in the Schedule of Administered Items and related notes are accounted for on the same basis and using the same policies as for departmental items, except where otherwise stated at Note 1.21

1.3 Significant Accounting Judgements and Estimates

In the process of applying the accounting policies listed in this note, DPS has made the following judgements that have the most significant impact on the amounts recorded in the financial statements:

- The fair value of land and buildings has been taken to be the market value subject to restricted use clause as determined by an independent valuer. Parliament House is purpose-built and may in fact realise more or less in the market.

No accounting assumptions or estimates have been identified that have a significant risk of causing a material adjustment to carrying amounts of assets and liabilities within the next accounting period.

1.4 New Australian Accounting Standards

Adoption of new Australian Accounting Standard requirements

No accounting standard has been adopted earlier than the application date as stated in the standard. Of the new standards, amendments to standards or interpretations issued by the Australian Accounting Standards Board that are applicable to the current reporting year, the following have had the impact, as disclosed, on DPS:

AASB 101 *Presentation of Financial Statements* - DPS has made retrospective restatements as the changes affected the presentation of the financial reports, ie there is a new Statement of Comprehensive Income (in place of the Income Statement) and a revised Statement of Changes in Equity; and

AASB 1052 *Reporting by outcomes (major activities)* – the changes have no financial impact but will affect the presentation of the financial reports.

Future Australian Accounting Standard requirements

Of the new standards, amendments to standards or interpretations issued by the Australian Accounting Standards Board that are applicable to future periods, none will impact DPS.

1.5 Revenue

Revenue from Government

Amounts appropriated for departmental outputs for the year (adjusted for any formal additions or reductions) are recognised as revenue when DPS gains control of the appropriation, 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.

Notes to and forming part of the Financial Statements

Resources Received Free of Charge

Resources received free of charge are recognised as revenue when, and only when, a fair value can be reliably determined and the services would have been purchased if they had not been donated. Use of those resources is recognised as an expense.

Resources received free of charge are recorded as either revenue or gains depending on their nature.

Other Types of Revenue

Revenue from the sale of goods is recognised when:

- the risks and rewards of ownership have been transferred to the buyer;
- DPS retains no managerial involvement or effective control over the goods;
- the revenue and transaction costs incurred can be reliably measured; and
- it is probable that the economic benefits associated with the transaction will flow to DPS.

Revenue from rendering of services is recognised by reference to the stage of completion of contracts at the reporting date. The revenue is recognised when:

- the amount of revenue, stage of completion and transaction costs incurred can be reliably measured; and
- the probable economic benefits of the transaction will flow to DPS.

The stage of completion of contracts at the reporting date is determined by reference to the proportion that costs incurred to date bear to the estimated total costs of the transaction.

Receivables for goods and services, which have 30 day terms, are recognised at nominal amounts due less any impairment allowance account. Collectability of debts is reviewed at balance date. Allowance is made when the collectability of the debt is no longer probable.

1.6 Gains

Other Resources Received Free of Charge

Resources received free of charge are recognised as gains when and only when a fair value can be reliably determined and the services would have been purchased if they had not been donated. Use of those resources is recognised as an expense.

Contributions of assets at no cost of acquisition or for nominal consideration are recognised as gains at their fair value when the asset qualifies for recognition, unless received from another Government Agency or Authority as a consequence of a restructuring of administrative arrangements (Refer to Note 1.7).

Resources received free of charge are recorded as either revenue or gains depending on their nature.

Sale of Assets

Gains from disposal of non-current assets are recognised when control of the asset has passed to the buyer.

1.7 Transactions with the Government as Owner

Equity injections

Amounts appropriated which are designated as "equity injections" for a year (less any formal reductions) are recognised directly in Contributed Equity in that year.

Restructuring of Administrative Arrangements

Net assets received or relinquished to another Australian Government Agency or Authority under a restructuring of administrative arrangements are adjusted at their book value directly against contributed equity.

Other distributions to owners

The FMOs require that distributions to owners be debited to Contributed Equity unless they are in the nature of a dividend.

1.8 Employee Benefits

Liabilities for "short-term employee benefits" (as defined in AASB 119 *Employee Benefits*) and termination benefits due within 12 months of balance date are measured at their nominal amounts. The nominal amount is calculated with regard to the rates expected to be paid on settlement of the liability.

All other employee benefit liabilities are measured as the present value of the estimated future cash outflows to be made in respect of services provided by employees up to the reporting date.

Leave

The liability for employee benefits includes provision for annual leave and long service leave. No provision has been made for sick leave as all sick leave is non-vesting and the average sick leave taken in future years by employees of DPS is estimated to be less than the annual entitlement for sick leave.

The leave liabilities are calculated on the basis of employees' remuneration at the estimated salary rate that applies at the time the leave is taken, including the DPS employer superannuation contribution rates to the extent that the leave is likely to be taken during service rather than paid out on termination.

The liability for long service leave was calculated using the shorthand method provided by the Australian Government Actuary. The estimate of the present value of the liability takes into account attrition rates and pay increases through promotion and inflation.

Separation and Redundancy

Provision is made for separation and redundancy payments in circumstances where DPS has made an offer of Voluntary Redundancy which has been accepted by a staff member and a reliable estimate of the total amount of the payment can be determined.

Superannuation

DPS staff are members of the Commonwealth Superannuation Scheme (**CSS**), the Public Sector Superannuation Scheme (**PSS**) or the PSS accumulation plan (**PSSap**).

The CSS and PSS are defined benefit schemes for the Commonwealth. The PSSap is a defined contribution scheme.

The liability for defined benefits is recognised in the financial statements of the Australian Government and is settled by the Australian Government in due course. This liability is reported by the Department of Finance and Deregulation as an administered item.

DPS makes employer contributions to the Employee Superannuation Scheme at rates determined by an actuary to be sufficient to meet the current cost to the Government of the superannuation entitlements of DPS's employees. DPS accounts for the contribution as if they were contributions to defined contribution plans.

Notes to and forming part of the Financial Statements

The liability for superannuation recognised as at 30 June represents outstanding contributions for the final pay accrual of the reporting period, plus the anticipated superannuation contributions when staff take recreation and long service leave.

1.9 Leases

A distinction is made between finance leases and operating leases. Finance leases effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased non-current assets. An operating lease is a lease which is not a finance lease. In operating leases, the lessor effectively retains substantially all such risks and benefits.

Where an asset is acquired by means of a finance lease, the asset is capitalised at either the fair value of the lease property or, if lower, the present value of minimum lease payments at the inception of the contract, and a liability recognised at the same time and for the same amount.

The discount rate used is the interest rate implicit in the lease. 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 expensed on a straight line basis which is representative of the pattern of benefits derived from the leased assets.

1.10 Borrowing Costs

All borrowing costs are expensed as incurred.

1.11 Cash

Cash and cash equivalents include cash on hand and cash held with outsiders. Cash is recognised at its nominal amount.

1.12 Financial Assets

DPS classifies its financial assets in the following categories:

- financial assets at fair value through profit or loss;
- held-to-maturity investments;
- available-for-sale financial assets; and
- loans and receivables.

The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition. Financial assets are recognised and derecognised upon trade date.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial asset and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts over the expected life of the financial asset, or, where appropriate, a shorter period.

Income is recognised on an effective interest rate basis except for financial assets at fair value through profit or loss.

Financial assets at fair value through profit or loss

Financial assets are classified as financial assets at fair value through profit or loss where the financial assets:

- have been acquired principally for the purpose of selling in the near future;

Notes to and forming part of the Financial Statements

- are a part of an identified portfolio of financial instruments that the agency manages together and has a recent actual pattern of short-term profit-taking; or
- are derivatives that are not designated and effective as a hedging instrument.

Assets in this category are classified as current assets.

Financial assets at fair value through profit or loss are stated at fair value, with any resultant gain or loss recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest earned on the financial asset. DPS has no such instruments.

Available-for-Sale Financial Assets

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories.

Available-for-sale financial assets are recorded at fair value. Gains and losses arising from changes in fair value are recognised directly in reserves (equity) with the exception of impairment losses. Interest is calculated using the effective interest method and foreign exchange gains and losses on monetary assets are recognised directly in profit or loss. Where the asset is disposed of or is determined to be impaired, part (or all) of the cumulative gain or loss previously recognised in the reserve is included in profit for the period.

Where a reliable fair value cannot be established for unlisted investments in equity instruments, cost is used. DPS has no such instruments.

Held-to-maturity investments

Non-derivative financial assets with fixed or determinable payments and fixed maturity dates that the group has the positive intent and ability to hold to maturity are classified as held-to-maturity investments. Held-to-maturity investments are recorded at amortised cost using the effective interest method less impairment, with revenue recognised on an effective yield basis. DPS has no such investments.

Loans and receivables

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method less impairment. Interest is recognised by applying the effective interest rate.

Impairment of financial assets

Financial assets are assessed for impairment at each balance date.

Financial assets held at amortised cost

If there is objective evidence that an impairment loss has been incurred for loans and receivables or held to maturity investments held at amortised cost, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate. The carrying amount is reduced by way of an allowance account. The loss is recognised in the income statement.

Available-for-sale financial assets

If there is objective evidence that an impairment loss on an available-for-sale financial asset has been incurred, the amount of the difference between its cost, less principal repayments and amortisation, and its current fair value, less any impairment loss

Notes to and forming part of the Financial Statements

previously recognised in expenses, is transferred from equity to the statement of comprehensive income.

Available-for-sale financial assets (held at cost)

If there is objective evidence that an impairment loss has been incurred the amount of the impairment loss is the difference between the carrying amount of the asset and the present value of the estimated future cash flows discounted at the current market rate for similar assets.

1.13 Financial Liabilities

Financial liabilities are classified as either financial liabilities at fair value through profit or loss or other financial liabilities.

Financial liabilities are recognised and derecognised upon trade date.

Financial liabilities at fair value through profit and loss

Financial liabilities at fair value through profit or loss are initially measured at fair value. Subsequent fair value adjustments are recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability.

Other financial liabilities

Other financial liabilities, including borrowings, are initially measured at fair value, net of transaction costs. Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period.

Supplier and other payables are recognised at amortised cost. Liabilities are recognised to the extent that the goods and services have been received (and irrespective of having been invoiced).

1.14 Contingent Liabilities and Contingent Assets

Contingent Liabilities and Contingent Assets are not recognised in the Balance Sheet but are reported in the relevant schedules and notes. They may arise from uncertainty as to the existence of a liability or asset, or represent an asset or liability in respect of which the amount cannot be reliably measured. Contingent Assets are disclosed when settlement is probable but not virtually certain, and Contingent Liabilities are disclosed when settlement is greater than remote.

1.15 Financial Guarantee Contracts

Financial guarantee contracts are accounted for in accordance with AASB 139 *Financial Instruments: Recognition and Measurement*. They are not treated as a Contingent Liability, as they are regarded as financial instruments outside the scope of AASB 137 *Provisions, Contingent Liabilities and Contingent Assets*.

1.16 Acquisition of Assets

Assets are recorded at cost on acquisition except as stated below. The cost of acquisition includes the fair value of assets transferred in exchange and liabilities undertaken. Financial assets are initially measured at their fair value plus transaction costs where appropriate.

Notes to and forming part of the Financial Statements

Assets acquired at no cost, or for nominal consideration, are initially recognised as assets and revenues at their fair value at the date of acquisition, unless acquired as a consequence of restructuring administrative arrangements. In the latter case, assets are initially recognised as contributions by owners at the amounts at which they were recognised in the transferor agency's accounts immediately prior to the restructuring.

1.17 Property, Plant and Equipment (PP&E)

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 (other than where they form part of a group of similar items which are significant in total, or add to system assets).

The initial cost of an asset includes an estimate of the cost of dismantling and removing the item and restoring the site on which it is located.

Definition of Assets

In these statements, except for office equipment, technical equipment and furniture which are recorded as individual items, a reportable asset is a functional system in which component parts do not retain a separate identity and are not expected to be used by DPS after the asset is disposed of.

All reportable depreciable assets are recognised in the financial statements if they belong to a class of assets which is represented by:

- complete functional systems valued at cost or independent valuation;
- work in progress valued at cost;
- individual items at cost of acquisition or valuation of at least \$2,000; or
- a group of individual items.

DPS identifies and records all assets individually for fraud control and management purposes.

All monographs added to the Library Collection are capitalised regardless of their individual value as they are regarded as part of a group of similar items significant in total.

Revaluations

Fair values for each class of asset are determined as shown below.

Asset class	Fair value measured at:
Land	Market selling price subject to restricted use clause
Buildings	Depreciated replacement cost
Information Technology Assets	Market selling price or depreciated replacement cost
Communication Assets	Market selling price or depreciated replacement cost
Monitoring Assets	Market selling price or depreciated replacement cost
Furniture and Equipment	Market selling price or depreciated replacement cost
Library Collection	Market selling price or depreciated replacement cost

Notes to and forming part of the Financial Statements

Asset class	Fair value measured at:
Security Infrastructure	Depreciated replacement cost
Heritage and Cultural	Market selling price

Following initial recognition at cost, property, plant and equipment and heritage and cultural assets are carried at fair value less accumulated depreciation and accumulated impairment losses. Valuations are 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. The regularity of independent valuations depends upon the volatility of movements in market values for the relevant assets.

Revaluation adjustments are made on a class basis. Any revaluation increment is credited to equity under the heading of asset revaluation reserve except to the extent that it reverses a previous revaluation decrement of the same asset class that was previously recognised through operating result. Revaluation decrements for a class of assets are recognised directly through operating result except to the extent that they reverse a previous revaluation increment for that class.

Any accumulated depreciation as at the revaluation date is restated proportionately with the change in gross carrying amount of the asset so that the carrying amount of the asset after revaluation equals its revalued amount.

Work-in-progress

If, at 30 June, an asset is not fully constructed, the expenditure will be disclosed separately as "work in progress". Depreciation will not be set until the project has been completed to a stage where it can provide a service to DPS.

Depreciation

An asset is depreciated from the time it is first put into or held ready for use. When an asset is a complex structure made up of interdependent substructures which require installation at successive stages, it is considered as being ready for use only after installation has been completed to a stage where it can provide a service to DPS.

Depreciable property, plant and equipment assets are written off to their estimated residual values over their estimated useful life to DPS. Depreciation is calculated using either the straight-line method, which is consistent with the pattern of usage, or the diminishing value method, which is consistent with the market selling price.

Depreciation rates (useful lives), residual values and methods are reviewed at each reporting date and necessary adjustments are recognised in the current or current and future reporting periods as appropriate.

Heritage and Cultural assets are not depreciated.

Depreciation rates applying to each class of depreciable assets are based on the following useful lives:

	<u>2010</u>	<u>2009</u>
Building	20 to 200 years	20 to 200 years
IT Assets	2 to 20 years	2 to 20 years
Communication Assets	4 to 25 years	4 to 25 years
Monitoring Assets	3 to 20 years	3 to 20 years
Furniture and Equipment	3 to 50 years	2 to 50 years
Library Collection	3 to 30 years	3 to 30 years
Security Infrastructure	3 to 25 years	3 to 25 years

Impairment

All assets were assessed for impairment at 30 June 2010. Where indications of impairment exist, the asset's recoverable amount is estimated and an impairment adjustment made if the asset's recoverable amount is less than its carrying amount.

The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Value in use is the present value of the future cash flows expected to be derived from the asset. Where the future economic benefit of an asset is not primarily dependent on the asset's ability to generate future cash flows, and the asset would be replaced if DPS were deprived of the asset, its value in use is taken to be its depreciated replacement cost.

No indicators of impairment were found for PP&E assets at fair value.

Derecognition

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal.

1.18 Intangibles

Intangibles comprise purchased and internally-developed software for internal use and work-in-progress. These assets are carried at cost less accumulated amortisation and accumulated impairment losses.

Software is amortised on a straight-line basis over its anticipated useful life. The useful life of DPS's software is between 3 to 10 years (2008-09: 3 to 10 years). Work-in-progress is not depreciated.

All software assets were assessed for indications of impairment as at 30 June 2010, no indications of impairment were found.

1.19 Inventories

The Parliament Shop inventories are held for resale and are valued at the lower of cost or net realisable value. Costs are assigned to stock on a first-in-first-out basis.

1.20 Taxation

DPS is exempt from all forms of taxation except fringe benefits tax and the goods and services tax (**GST**).

Revenues, expenses and assets are recognised net of GST except:

- where the amount of GST incurred is not recoverable from the Australian Taxation Office; and
- for receivables and payables.

1.21 Reporting of Administered Activities

Administered revenues, expenses, assets, liabilities and cash flows are disclosed in the Schedule of Administered Items and related notes.

Except where otherwise stated below, administered items are reported on the same basis and using the same policies as for Departmental items, including the application of Australian Accounting Standards.

Administered cash transfers to and from the Official Public Account (OPA)

Revenue collected by DPS is deposited in the OPA for use by Government rather than DPS and is reported as administered revenue. Conversely, cash is drawn from the OPA to

Notes to and forming part of the Financial Statements

make payments under Parliamentary appropriation on behalf of Government. Administered appropriations received or receivable from the OPA are not reported as administered revenues and assets respectively. Similarly, administered receipts transferred or transferable to the OPA are not reported as administered expenses or payables. These transfers to and from the OPA are reported as such in the statement of cash flows in the schedule of administered items and in the administered reconciliation table in Note 19.

1.22 Adjustment to 2008-09 comparatives

Where changes to the presentation of the financial statements have required additional disclosure for 2009-10, DPS has adjusted the comparatives for 2008-09.

Notes to and forming part of the Financial Statements

Note 2 Events after the Balance Sheet date

No significant events have impacted on DPS's operations after balance date.

2010	2009
\$'000	\$'000

Note 3 Expenses

Note 3A Employee benefits

Wages and salaries	46,352	48,376
Superannuation:		
Defined contribution plans	1,920	1,919
Defined benefit plans	7,742	8,220
Leave and other entitlements	7,374	7,401
Separation and redundancies	1,612	920
Other	214	249
Total employee benefits	65,214	67,085

Note 3B Suppliers

Goods and services

Asset maintenance	6,379	6,561
Accommodation expenses (including utilities)	11,134	10,276
Contractors and consultants	12,210	12,981
General insurance premium	1,002	813
Staff related and training	1,915	1,756
Telecommunications	2,138	2,339
Information Resources	1,740	1,649
Other	2,599	3,002
Total goods and services	39,117	39,377

Goods and services are made up of:

Provision of goods - related entities	12	20
Provision of goods - external parties	5,506	5,177
Rendering of services - related entities	12,532	11,907
Rendering of services - external parties	21,607	22,273
Total goods and services	39,117	39,377

Other supplier expenses

Operating lease rentals-related entities:

Minimum lease payments	38	45
Workers' compensation premiums	1,217	1,347
Total other supplier expenses	1,255	1,392
Total supplier expenses	40,372	40,769

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
<u>Note 3C Depreciation and amortisation</u>		
Depreciation:		
Information technology assets	3,607	2,170
Communication assets	3,955	4,042
Monitoring assets	109	156
Furniture and equipment	615	612
Library collection	971	615
Security infrastructure	2,954	3,650
Total depreciation	12,211	11,245
Amortisation:		
Intangibles-Computer software	3,973	3,654
Total amortisation	3,973	3,654
Total depreciation and amortisation	16,184	14,899

Note 3D Write-down and impairment of assets

Plant and equipment write-down	165	76
Intangibles-Computer software write-down	12	24
Total write-down and impairment of assets	177	100

Note 3E Losses from assets sales

Information technology assets		
Proceeds from sale	(58)	(30)
Carrying value of assets sold	72	65
Selling expenses	14	8
Communication assets		
Proceeds from sale	-	(4)
Selling expenses	-	1
Monitoring assets		
Proceeds from sale	(2)	-
Carrying value of assets sold	9	-
Furniture and equipment		
Proceeds from sale	(10)	(34)
Carrying value of assets sold	-	24
Selling expenses	2	9
Security infrastructure		
Proceeds from sale	(15)	(13)
Carrying value of assets sold	40	260
Selling expenses	4	3
Total losses from assets sales	56	289

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 4 Income		
Revenue		
<u>Note 4A Sale of goods and rendering of services</u>		
Provision of goods - related entities	6	10
Provision of goods - external parties	1,224	1,249
Rendering of services - related entities	2,415	2,206
Rendering of services - external parties	1,268	1,184
Total sale of goods and rendering of services	4,913	4,649
<u>Note 4B Rental income</u>		
Parliament House space - related entities	321	287
Parliament House space - external parties	981	965
Total rental income	1,302	1,252
<u>Note 4C Other revenue</u>		
Other	10	13
Total other revenue	10	13
<u>Note 4D Asset related</u>		
Recognise previously unrecognised assets	144	-
Asset revaluation increment (reversal of previous write down)	-	1,068
Total asset related	144	1,068
<u>Note 4E Other gains</u>		
Resources received free of charge	171	170
Other	1	1
Total other gains	172	171
<u>Note 4F Revenue from Government</u>		
Appropriation:		
Departmental outputs*	90,933	116,913
Total revenue from Government	90,933	116,913

*The Appropriation Parliamentary Departments Act (No.1) as passed, provided \$118.165m in departmental appropriation. DPS was required to return \$27.232m of anticipated unspent depreciation funding at 30 June 2010 as part of the introduction of Operation Sunlight. The Finance Minister made a determination to reduce the 2009-10 appropriation by this amount.

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 5 Financial Assets		
<u>Note 5A Cash and cash equivalents</u>		
Cash on hand or on deposit	150	182
Cash held by outsiders	38	26
Total cash and cash equivalents	188	208
<u>Note 5B Trade and other receivables</u>		
Goods and services		
Goods and services – related entities	650	652
Goods and services – external parties	435	385
Total receivables for goods and services	1,085	1,037
Appropriations receivable:		
For existing outputs	14,390	66,691
Total appropriations receivable	14,390	66,691
Other receivables		
GST receivable from the Australian Taxation Office	1,759	773
Total other receivables	1,759	773
Total trade and other receivables (gross)	17,234	68,501
Less impairment allowance account:		
Goods and services	-	-
Total trade and other receivables (net)	17,234	68,501
All receivables are current assets		
Receivables are aged as follows:		
Not overdue	17,128	68,160
Overdue by:		
less than 30 days	95	331
31 days to 60 days	1	4
61 days to 90 days	5	4
More than 90 days	5	2
Total receivables (gross)	17,234	68,501

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 5B Trade and other receivables (continued)		
The impairment allowance account is aged as follows:		
Overdue by:		
More than 90 days	-	-
Total impairment allowance account	-	-
Reconciliation of the impairment allowance account		
Movement table		
	Goods and services	Goods and services
Opening balance	-	(2)
Amounts written off	-	2
Closing balance	-	-

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 6 Non-Financial Assets		
<u>Note 6A Property, plant and equipment</u>		
Information technology assets		
Work in progress (at cost)	8,687	2,442
Gross carrying value (at fair value)	27,132	24,296
Accumulated depreciation	(20,425)	(17,708)
Total information technology assets	15,394	9,030
Communication assets		
Work in progress (at cost)	9,564	2,203
Gross carrying value (at fair value)	88,208	87,179
Accumulated depreciation	(76,043)	(72,383)
Total communication assets	21,729	16,999
Monitoring assets		
Work in progress (at cost)	2,427	1,743
Gross carrying value (at fair value)	3,848	3,920
Accumulated depreciation	(3,709)	(3,664)
Total monitoring assets	2,566	1,999
Furniture and equipment		
Work in progress (at cost)	116	240
Gross carrying value (at fair value)	11,055	11,072
Accumulated depreciation	(8,647)	(8,902)
Total furniture and equipment	2,524	2,410
Library collection		
Work in progress (at cost)	43	3
Gross carrying value (at fair value)	13,177	12,954
Accumulated depreciation	(7,670)	(6,859)
Total Library collection	5,550	6,098
Security infrastructure		
Work in progress (at cost)	7,975	784
Gross carrying value (at fair value)	71,862	72,814
Accumulated depreciation	(59,865)	(60,781)
Total security infrastructure	19,972	12,817
Total property, plant and equipment (non-current)	67,735	49,353

All revaluations are conducted in accordance with the revaluation policy stated at Note 1. There was no revaluation to departmental assets in 2009-10. (2008-09 revaluation increment of \$1,381,681 for Collection assets and \$668,889 for IT assets was made to the Asset Revaluation Reserve. \$1,068,482 was recognised as a revaluation gain for IT assets representing the reversal of a previous revaluation decrement that was expensed). No indicators of impairment were found for property, plant and equipment.

Notes to and forming part of the Financial Statements

Note 6B Analysis of property, plant and equipment

TABLE A—Reconciliation of the opening and closing balances of property, plant and equipment (including Library Collection) 2009–10

Item	Information Technology assets \$'000	Communication assets \$'000	Monitoring Assets \$'000	Furniture and equipment \$'000	Library collection \$'000	Security assets \$'000	Total \$'000
As at 1 July 2009:							
Work in progress	2,442	2,203	1,743	240	3	784	7,415
Gross book value	24,296	87,179	3,920	11,072	12,954	72,814	212,235
Accumulated depreciation/amortisation	(17,708)	(72,383)	(3,664)	(8,902)	(6,859)	(60,781)	(170,297)
Net book value 30 June 2009	9,030	16,999	1,999	2,410	6,098	12,817	49,353
Additions							
By purchase	10,049	8,685	685	736	575	10,149	30,879
Reclassification	-	-	-	-	-	-	-
Depreciation/amortisation expense	(3,607)	(3,955)	(109)	(615)	(971)	(2,954)	(12,211)
Disposals:							
Other disposals	(72)	-	(9)	-	-	(40)	(121)
Write downs	(6)	-	-	(7)	(152)	-	(165)
Net book value 30 June 2010	15,394	21,729	2,566	2,524	5,550	19,972	67,735
Net book value as of 30 June 2010 represented by:							
Work in progress	8,687	9,564	2,427	116	43	7,975	28,811
Gross book value	27,132	88,208	3,848	11,055	13,177	71,862	215,282
Accumulated depreciation/amortisation	(20,425)	(76,043)	(3,709)	(8,647)	(7,670)	(59,865)	(176,359)
	15,394	21,729	2,566	2,524	5,550	19,972	67,735

Notes to and forming part of the Financial Statements

Note 6B (continued) Analysis of property, plant and equipment
TABLE A—Reconciliation of the opening and closing balances of property, plant and equipment (including Library Collection) 2008-09

Item	Information Technology assets \$'000	Communication assets \$'000	Monitoring Assets \$'000	Furniture and equipment \$'000	Library collection \$'000	Security assets \$'000	Total \$'000
As at 1 July 2008							
Work in progress	856	1,686	707	27	35	1,280	4,591
Gross book value	22,387	84,649	3,894	11,230	7,956	72,310	202,426
Accumulated depreciation/amortisation	(17,604)	(69,016)	(3,508)	(9,023)	(3,270)	(59,636)	(162,057)
Net book value 1 July 2008	5,639	17,319	1,093	2,234	4,721	13,954	44,960
Additions							
By purchase	3,894	3,698	1,062	814	672	2,779	12,919
Revaluations and impairments through equity	669	-	-	-	1,382	-	2,051
Revaluations recognised in the operating result	1,068	-	-	-	-	-	1,068
Reclassification	-	24	-	-	-	-	24
Depreciation/amortisation expense	(2,170)	(4,042)	(156)	(612)	(615)	(3,650)	(11,245)
Disposals:							
Other disposals	(70)	-	-	(26)	(62)	(266)	(424)
Net book value 30 June 2009	9,030	16,999	1,999	2,410	6,098	12,817	49,353
Net book value as of 30 June 2009 represented by:							
Work in progress	2,442	2,203	1,743	240	3	784	7,415
Gross book value	24,296	87,179	3,920	11,072	12,954	72,814	212,235
Accumulated depreciation/amortisation	(17,708)	(72,383)	(3,664)	(8,902)	(6,859)	(60,781)	(170,297)
	9,030	16,999	1,999	2,410	6,098	12,817	49,353

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 6C Intangibles		
Computer software at cost:		
Purchased—in progress	12,676	3,286
Internally developed—in use	4,040	4,038
Purchased—in use	30,566	27,212
Total computer software (gross)	47,282	34,536
Accumulated amortisation	(24,908)	(22,503)
Total computer software (net)	22,374	12,033
Other intangibles at cost		
Internally developed—in use	1,438	-
Accumulated amortisation	(255)	-
Total other intangibles (net)	1,183	-
Total intangibles	23,557	12,033

No indicators of impairment were found for intangible assets.

TABLE C-Reconciliation of the opening and closing balances of intangibles (2009-10)

Item	Computer software internally developed \$'000	Computer software purchased \$'000	Other Intangibles	Total \$'000
As at 1 July 2009				
Work in progress	-	3,286	-	3,286
Gross book value	4,038	27,212	-	31,250
Accumulated amortisation	(4,008)	(18,495)	-	(22,503)
Net book value 1 July 2009	30	12,003	-	12,033
Additions				
By purchase	2	14,324	1,039	15,365
Initial recognition	-	-	144	144
Amortisation expense	(30)	(3,943)	-	(3,973)
Write downs	-	(12)	-	(12)
Net book value 30 June 2010	2	22,372	1,183	23,557
Net book value as at 30 June 2010 represented by:				
Work in progress	-	12,676	1,022	13,698
Gross book value	4,040	30,566	416	35,022
Accumulated amortisation	(4,038)	(20,870)	(255)	(25,163)
	2	22,372	1,183	23,557

TABLE C-Reconciliation of the opening and closing balances of intangibles (2008-09)

Item	Computer software internally developed \$'000	Computer software purchased \$'000	Total \$'000
As at 1 July 2008			
Work in progress	-	2,833	2,833
Gross book value	6,875	25,102	31,977
Accumulated amortisation	(6,349)	(17,492)	(23,841)
Net book value 1 July 2008	526	10,443	10,969
Additions	-	4,766	4,766
Reclassifications		(24)	(24)
Amortisation expense	(496)	(3,158)	(3,654)
Write downs	-	(24)	(24)
Net book value 30 June 2009	30	12,003	12,033
Net book value as at 30 June 2009 represented by:			
Work in progress	-	3,286	3,286
Gross book value	4,038	27,212	31,250
Accumulated amortisation	(4,008)	(18,495)	(22,503)
	30	12,003	12,033

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 6D Inventories		
Inventories held for sale—The Parliament Shop	214	245
Total inventories	214	245

During 2009-10 \$603,691 of inventory held for sale was recognised as an expense (2008-09 \$598,554). All inventory is expected to be sold in the next 12 months.

Note 6E Other non-financial assets

Prepayments	1,385	1,136
Total other non-financial assets	1,385	1,136

Other non-financial assets are expected to be recovered in:

Less than 12 months	1,377	1,135
More than 12 months	8	1
Total other non-financial assets	1,385	1,136

No indicators of impairment were found for other non-financial assets.

Note 7 Payables

Note 7A Suppliers

Trade creditors and accruals	6,507	4,174
Total supplier payables	6,507	4,174

Supplier payables expected to be settled within 12 months:

Related entities	1,149	1,509
External parties	5,358	2,665
Total supplier payables	6,507	4,174

Settlement is usually made net 30 days

Note 7B Other payables

Salaries and wages	1,187	976
Superannuation	177	190
Separations and redundancy	175	242
Unearned income	-	5
Total other payables	1,539	1,413

Total other payables expected to be settled within 12 months:

Total other payables	1,539	1,413
-----------------------------	--------------	-------

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 8 Employee provisions		
Leave	<u>20,673</u>	<u>19,766</u>
Total employee provisions	<u>20,673</u>	<u>19,766</u>
Employee provisions are expected to be settled in:		
Less than 12 months	7,618	7,575
More than 12 months	<u>13,055</u>	<u>12,191</u>
Total employee provisions	<u>20,673</u>	<u>19,766</u>
Note 9 Cash Flow Reconciliation		
Reconciliation of cash and cash equivalents as per Balance Sheet to Cash Flow Statement		
Report cash and cash equivalents as per:		
Cash Flow Statement	188	208
Balance Sheet	<u>188</u>	<u>208</u>
Difference	<u>-</u>	<u>-</u>
Reconciliation of net cost of services to net cash from operating activities:		
Net cost of services	(115,462)	(115,989)
Add revenue from Government	90,933	116,913
Less non-cash items		
Depreciation/amortisation	16,184	14,899
Net write down of non-financial assets	177	100
(Gain) / Loss on disposal of assets	56	289
(Gain) / Loss previously unrecognised assets	(144)	-
(Gain) / Loss on revaluation	-	(1,068)
(Gain) / Loss on foreign currency exchange	(1)	(1)
Changes in assets/liabilities		
(Increase) / decrease in net receivables	52,207	(2,029)
(Increase) / decrease in inventories	31	(9)
(Increase) / decrease in prepayments	(249)	(273)
(Increase) / decrease in GST receivable	(972)	(91)
Increase / (decrease) in employee provisions	907	2,249
Increase / (decrease) in supplier payables	221	1,145
Increase / (decrease) in other provisions and payables	<u>126</u>	<u>365</u>
Net cash from / (used by) operating activities	<u>44,014</u>	<u>16,500</u>

Note 10 Contingent Liabilities and Assets

Quantifiable Contingencies

As at 30 June 2010 DPS had no quantifiable contingencies.

Unquantifiable Contingencies

As at 30 June 2010 DPS had two cases where the contingent gain or loss was unquantifiable.

Significant Remote Contingencies

As at 30 June 2010 DPS had no remote contingencies.

Note 11 Senior Executive Remuneration

	<u>2010</u>	<u>2009</u>
<u>Note 11A Actual remuneration paid to senior executives</u>		
Executive remuneration		
The number of senior executives who received:		
Less than \$145,000 ¹	-	-
\$175,000 to \$189,999	-	1
\$190,000 to \$204,999	1	2
\$205,000 to \$219,999	3	3
\$220,000 to \$234,999	1	2
\$250,000 to \$264,999	1	1
\$280,000 to \$294,999	1	-
\$295,000 to \$309,999	-	1
\$340,000 to \$354,999	-	1
\$355,000 to \$369,999	1	-
Total	8	11

¹ Excluding acting arrangements and part year service

	\$	\$
Total expense recognised in relation to senior executive employment:		
Short term employee benefits:		
Salary	1,530,993	1,916,988
Changes in annual leave provisions	(12,988)	44,932
Other ²	179,530	227,636
Total short term employee benefits	1,697,535	2,189,556
Superannuation (post employment benefits)	259,074	369,820
Long service leave benefits	19,951	22,320
Total	1,976,560	2,581,696
The aggregate amount of termination benefit payments to senior executives reported above.	122,283	-

²Includes motor vehicle and other allowances and associated FBT.

Remuneration includes, where paid, wages and salaries, accrued leave, accrued superannuation, the cost of motor vehicles, allowances and fringe benefits tax included in remuneration agreements.

Notes to and forming part of the Financial Statements

Note 11B. Salary packages of senior executives

Average annualised remuneration packages for substantive senior executives employed at 30 June

	As at 30 June 2010			As at 30 June 2009		
	Number of senior executives	Base salary (including annual leave) \$	Total remuneration package ¹ \$	Number of senior executives	Base salary (including annual leave) \$	Total remuneration package ¹ \$
Total remuneration package*						
\$175,000 to \$189,999	-	-	-	1	142,980	185,232
\$190,000 to \$204,999	-	-	-	3	154,090	197,953
\$205,000 to \$219,999	4	158,720	214,180	4	146,785	210,579
\$235,000 to \$249,999	-	-	-	1	191,780	241,014
\$250,000 to \$264,999	1	198,155	254,066	-	-	-
\$295,000 to \$309,999	1	220,240	298,369	1	213,820	299,070
\$325,000 to \$339,999	-	-	-	1	277,204	333,329
\$340,000 to \$354,999	1	285,722	343,393	-	-	-
Total	7			11		

*Excluding acting arrangements and part year service

¹ Non-salary elements available to senior executives include:

- a) Performance bonus of up to 2%
- b) Motor vehicle allowance
- c) Superannuation

Notes to and forming part of the Financial Statements

2010

2009

Note 12 Remuneration of Auditors

Financial statement audit services are provided free of charge to DPS.

The fair value of services provided was:

\$141,000

\$141,000

No other services were provided by the Auditor-General.

Note 13 Average Staffing Level

The average staffing level for DPS during the year was

757

811

The ASL figure includes those staff whose salary has been capitalised to either departmental or administered asset replacement activities. In 2009-10 \$6,945,016 (2008-09 \$6,163,890) was capitalised.

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000

Note 14 Financial Instruments

Note 14A Categories of financial instruments

Financial Assets

Cash and cash equivalents	188	208
Trade receivables	1,085	1,037
Carrying amount of financial assets (at fair value)	1,273	1,245

Financial Liabilities

Other Liabilities

Trade creditors	6,382	4,174
Other	-	5
Carrying amount of financial liabilities (at fair value)	6,382	4,179

Note 14B Credit risk

DPS is exposed to minimal credit risk as the majority of financial assets are cash and trade receivables. The maximum exposure to credit risk is the risk that arises from potential default of a debtor. This amount is equal to the total amount of trade receivables (2010: \$1,084,892 and 2009: \$1,037,368). DPS has assessed the risk of the default on payment and has allocated \$Nil in 2010 (2009: \$Nil) to an impairment allowance account. DPS has policies and procedures that guide debt recovery techniques that are to be applied.

DPS holds no collateral to mitigate against credit risk.

Credit quality of financial instruments not past due or individually determined as impaired

	Not past due nor impaired	Not past due nor impaired	Past due or impaired	Past due or impaired
	2010	2009	2010	2009
	\$'000	\$'000	\$'000	\$'000
Loans and receivables				
Cash and cash equivalents	188	208	-	-
Trade receivables	979	696	106	341
Total	1,167	904	106	341

Ageing of financial assets that are past due but not impaired for 2010

	0 to 30 days	31 to 60 days	61 to 90 days	90+ days	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Loans and receivables					
Trade receivables	95	1	5	5	106
Total	95	1	5	5	106

Ageing of financial assets that are past due but not impaired for 2009

	331	4	4	2	341
Loans and receivables					
Trade receivables	331	4	4	2	341
Total	331	4	4	2	341

Notes to and forming part of the Financial Statements

Note 14C Liquidity risk

Maturities for financial liabilities 2010

	On demand 2010 \$'000	Within 1 year 2010 \$'000	1 to5 years 2010 \$'000	> 5 years 2010 \$'000	Total \$'000
Other liabilities					
Trade creditors	-	6,507	-	-	6,507
Other	-	-	-	-	-
Total	-	6,507	-	-	6,507

Maturities for financial liabilities 2009

	On demand 2009 \$'000	Within 1 year 2009 \$'000	1 to5 years 2009 \$'000	> 5 years 2009 \$'000	Total \$'000
Other liabilities					
Trade creditors	-	4,174	-	-	4,174
Other	-	5	-	-	5
Total	-	4,179	-	-	4,179

Note 14 D Market risk

DPS holds basic financial instruments that do not expose the department to certain market risks. DPS is not exposed to "currency risk", "interest rate risk" or "other price risk".

DPS is an appropriated entity and, as such, this enables DPS to meet the obligations associated with the financial liabilities.

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 15 Income Administered on Behalf of Government		
Heritage and cultural assets donated to the Parliament of Australia	-	1
Proceeds on sale of property	25	6
Assets not previously recognised	46	-
Other revenue	16	2
Total income administered on behalf of Government	87	9

Note 16 Expenses Administered on Behalf of Government		
Depreciation		
Buildings	19,566	17,748
Other property, plant and equipment	836	718
Total depreciation	20,402	18,466
Assets written-down		
Buildings	-	20
Heritage and cultural	5	-
Total value of assets written-down	5	20
Value of assets sold		
Other Property, Plant and Equipment	236	1
Total value of assets sold	236	1
Total expenses administered on behalf of Government	20,643	18,487

Note 17 Assets Administered on Behalf of Government		
<u>Note 17A Financial Assets</u>		
Receivables		
GST receivable from ATO	323	100
Total financial assets administered on behalf of Government	323	100

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 17 (continued) Assets Administered on Behalf of Government		
Note 17B Non-Financial Assets		
Land and buildings		
Land		
At fair value	50,000	50,000
Total land	50,000	50,000
Buildings		
At fair value	2,005,359	1,753,552
Work in progress – at cost	13,805	8,841
Total buildings	2,019,164	1,762,393
Total land and buildings	2,069,164	1,812,393
Property, plant and equipment		
Furniture, fittings and equipment		
At fair value	2,377	1,877
Total furniture, fittings and equipment	2,377	1,877
Plant and equipment		
At fair value	3,948	3,996
Total plant and equipment	3,948	3,996
Heritage and cultural assets		
At fair value	77,275	76,822
Work in progress—at cost	378	413
Total heritage and cultural assets	77,653	77,235
Total property, plant and equipment	83,978	83,108
Total non-financial assets administered on behalf of Government	2,153,142	1,895,501
Total assets administered on behalf of Government	2,153,465	1,895,601

All formal revaluations are conducted in accordance with the revaluation policy stated at Note 1. An independent valuer Geoff McInerney, Certified Practising Valuer, Australian Valuation Office conducted the revaluation as at 30 June 2010.

Revaluation increment of \$261,069,981 for Buildings and \$1,874,910 for PP&E (2008-09 \$25,000,000 for Land, \$161,128,135 for Buildings and \$4,621,921 for Heritage and cultural assets) was made to the Asset Revaluation Reserve.

No indicators of impairment were found for land and buildings, and property, plant and equipment.

Notes to and forming part of the Financial Statements

Note 17 (continued)
TABLE A Reconciliation of the opening and closing balances of land and buildings and property, plant and equipment (2009-10).

Item	Land and Buildings \$'000	Property, Plant and Equipment		Total \$'000
		Other PP&E \$'000	Heritage and Cultural Assets \$'000	
As at 1 July 2009				
Work in progress	8,841	-	413	9,254
Gross book value	2,094,827	19,635	76,822	2,191,284
Accumulated depreciation/amortisation	(291,275)	(13,762)	-	(305,037)
Net book value 1 July 2009	1,812,393	5,873	77,235	1,895,501
Additions:				
Not previously recognised	-	46	-	46
By purchase	14,071	799	423	15,293
By reclassification	1,196	(1,196)	-	-
Revaluations through equity	261,070	1,875	-	262,945
Depreciation/amortisation expense	(19,566)	(836)	-	(20,945)
Disposals:				
By sale	-	(236)	-	(236)
By write-down	-	-	(5)	(5)
Net book value 30 June 2010	2,069,164	6,325	77,653	2,153,142
Net book value as of 30 June 2010 represented by:				
Work in progress	13,805	-	378	14,183
Gross book value	2,604,683	17,502	77,275	2,699,460
Accumulated depreciation	(549,324)	(11,177)	-	(560,501)
	2,069,164	6,325	77,653	2,153,142

Notes to and forming part of the Financial Statements

Item	Land and Buildings \$'000	Property, Plant and Equipment		Total \$'000
		Other PP&E \$'000	Heritage and Cultural Assets \$'000	
As at 1 July 2008				
Work in progress	3,300	-	352	3,652
Gross book value	1,877,440	19,329	71,823	1,972,244
Accumulated depreciation/amortisation	(244,762)	(13,345)	-	(258,107)
Net book value 1 July 2008	1,635,978	5,984	72,175	1,714,137
Additions:				
By donation	-	-	1	1
By purchase	8,034	629	437	9,100
Revaluations through equity	186,128	-	4,622	190,750
Depreciation/amortisation expense	(17,748)	(718)	-	(18,466)
Disposals:				
By sale	-	(1)	-	(1)
By write-down	-	(20)	-	(20)
Net book value 30 June 2009	1,812,393	5,873	77,235	1,895,501
Net book value as of 30 June 2009 represented by:				
Work in progress	8,841	-	413	9,254
Gross book value	2,094,827	19,635	76,822	2,191,284
Accumulated depreciation	(291,275)	(13,762)	-	(305,037)
	1,812,393	5,873	77,235	1,895,501

Notes to and forming part of the Financial Statements

Item	TABLE B Assets on long term loan (2009-10) ¹			Total
	Land and Buildings \$'000	Property, Plant and Equipment Other PP&E \$'000	Heritage and Cultural Assets \$'000	
Gross value at 1 July 2009	-	-	4,200	\$'000 4,200
Gross value at 30 June 2010	-	-	4,200	4,200
	TABLE B Assets on long term loan (2008-09) ¹			
Gross value at 1 July 2008	-	-	4,801	4,801
Revaluation			(601)	(601)
Gross value at 30 June 2009	-	-	4,200	4,200

¹ Heritage and cultural assets on long term loan to enhance the Parliament House art collection.

Notes to and forming part of the Financial Statements

	2010	2009
	\$'000	\$'000
Note 18		
Liabilities Administered on Behalf of Government		
Payables		
Suppliers—trade creditors	<u>469</u>	439
Total Liabilities Administered on behalf of Government	<u>469</u>	<u>439</u>

All payables are current liabilities.

Note 19 Administered Reconciliation Table

Opening administered assets less administered liabilities at 1 July	1,895,162	1,714,006
Plus: Administered revenues	87	9
Asset Revaluations	262,945	190,750
Less: Administered expenses	(20,643)	(18,487)
Appropriation transfers from OPA:		
Administered assets and liability appropriation	15,486	8,893
Transfers to OPA:		
Administered Receipts	(41)	(8)
Other	-	(1)
Closing administered assets less administered liabilities as at 30 June	<u>2,152,996</u>	<u>1,895,162</u>

Note 20 Administered Contingent Asset and Liabilities

Quantifiable Contingencies

As at 30 June 2010 DPS had no quantifiable contingencies

Unquantifiable Contingencies

As at 30 June 2010 DPS had no unquantifiable contingencies

Significant Remote Contingencies

As at 30 June 2010 DPS had no remote contingencies

Note 21 Financial Instruments

Note 21A Categories of financial instruments

Financial assets

Loans and receivables		
Trade receivables	-	-
Carrying amount of financial assets	-	-

Financial Liabilities

Other Liabilities		
Payables - suppliers	469	439
Carrying amount of financial liabilities	469	439

There are no potential differences between the carrying value and fair value.

Note 21B Credit risk

DPS is not exposed to credit risk as financial assets consist solely of GST receivable from the ATO.

Note 21C Liquidity risk

The following table illustrates the maturities for administered financial liabilities.

	On demand 2010 \$'000	Within 1 year 2010 \$'000	1 to5 years 2010 \$'000	> 5 years 2010 \$'000	Total \$'000
2010					
Liabilities					
Payables - suppliers	-	469	-	-	469
Total		469			469
	On demand 2009 \$'000	Within 1 year 2009 \$'000	1 to5 years 2009 \$'000	> 5 years 2009 \$'000	Total \$'000
2009					
Liabilities					
Payables - suppliers	-	439	-	-	439
Total		439			439

Note 21D Market risk

DPS holds basic financial instruments that do not expose the department to certain market risks. DPS is not exposed to "currency risk", "interest rate risk" or "other price risk".

Note 22 Appropriations

Note 22A Acquittal of Authority to Draw Cash from the Consolidated Revenue Fund (CRF) for Ordinary Annual Services Appropriations

Particulars	Departmental Outputs	
	Outcome 1	
	2010 \$'000	2009 \$'000
Balance brought forward from previous period (<i>Appropriation Acts</i>)	67,672	65,753
<i>Appropriation Acts</i>		
Appropriation Parliamentary Departments Act (No.1) 2009-2010 as passed	118,165	116,852
Appropriation Parliamentary Departments Act (No.1) 2009-2010-prior year appropriation as passed	-	61
Appropriations reduced (Approp Act section 10,11 and 12)	(27,232)	-
<i>FMA Act:</i>		
Refunds credited (FMA s30)	165	55
Appropriations to take account of recoverable GST (FMA s30A) ¹	7,835	5,828
Annotations to 'net appropriations' (FMA s31)	6,503	8,604
Total appropriations available for payments	173,108	197,153
Cash payments made during the year (GST inclusive)	(156,771)	(129,481)
Balance of Authority to Draw Cash from the CRF for ordinary annual services appropriations and as represented by:	16,337	67,672
Cash at bank and on hand	188	208
Departmental appropriations receivable	14,390	66,691
GST annotations receivable from the ATO	1,759	773
GST payable to the OPA	-	-
Total as at 30 June	16,337	67,672

¹ The amounts in this line are calculated on an accrual basis to the extent that an expense may have been incurred that includes GST but has not been paid by year end.

Notes to and forming part of the Financial Statements

Note 22 Appropriations (continued)

Note 22B: Acquittal of Authority to Draw Cash from the Consolidated Revenue Fund (CRF) for Other than Ordinary Annual Services Appropriations		
Particulars	Administered Equity	
	Outcome 1	
	2010 \$'000	2009 \$'000
Balance brought forward from previous year (<i>Appropriation Acts</i>)	18,193	15,639
<i>Appropriation Act:</i>		
Appropriation Parliamentary Departments Act (No.1) 2009-2010 as passed	11,780	11,446
Departmental Adjustments by the Finance Minister (<i>Appropriation Acts</i>)	-	-
Appropriation reduced by section 8 determinations (current year)	-	-
<i>FMA Act:</i>		
Refunds credited (FMA s30)	-	1
Appropriations to take account of recoverable GST (FMA s30A) ¹	1,410	710
Other cash receipts (FMA s28)	250	-
Total appropriations available for payments	31,633	27,796
Cash payments made during the year (GST inclusive)	(16,896)	(9,603)
FMA s28 payments	(250)	-
Balance of Authority to Draw Cash from the CRF for other than ordinary annual services appropriations and as represented by:	14,487	18,193
Undrawn, unlapsd administered appropriations	14,487	18,193
GST annotations receivable from the ATO	323	-
GST payable to the OPA	(323)	-
Total as at 30 June	14,487	18,193

¹ The amounts in this line are calculated on an accrual basis to the extent that an expense may have been incurred that includes GST but has not been paid by year end.

Note 23 Special Accounts

Services for Other Governments and Non-Agency Bodies Special Account

This account was established under section 20 of the *Financial Management and Accountability Act 1997* for expenditure in connection with services performed on behalf of other governments and bodies that are not agencies under the *Financial Management and Accountability Act 1997*. For the period ending 30 June 2010 this special account had a \$Nil balance and there were no transactions debited or credited for the purposes of the account.

Comcare Account	2010	2009
	\$'000	\$'000
<i>Legal Authority: Safety, Rehabilitation and Compensation Act 1998</i>		
<i>Purpose: for the purpose of distributing compensation payments in accordance with this Act.</i>		
This account is non-interest bearing.		
Balance brought forward from previous period	44	60
Receipts	419	401
Available for payments	463	461
Payments made	(399)	(417)
Balance carried to next period and represented by:		
Cash – held by DPS	64	44
Total balance carried to the next period	64	44

However, this special account is considered to provide the legal basis for the monies advanced by Comcare and held by DPS and the payments made against accrued sick leave entitlements. Pending determination of an employee's claim, permission is obtained in writing from each individual to allow DPS to recover the payments from the monies in the account.

Note 24 Compensation and Debt Relief

Administered	2010	2009
	\$	\$
No "Act of Grace Payments" were made during the reporting period, pursuant to subsection 33(1) of the <i>Financial Management and Accountability Act 1997</i> (2009: No payments).	Nil	Nil
No waivers of an amount owing to the Commonwealth were made pursuant to subsection 34(1) of the <i>Financial Management and Accountability Act 1997</i> (2009: No waivers).	Nil	Nil
No payments were made under the "Scheme for Compensation for Detriment caused by Defective Administration" during the reporting period (2009: No payments) ¹ .	Nil	Nil
No ex-gratia payments were provided for during the reporting period (2009: No payments).	Nil	Nil
No payments were made during the reporting period under section 66 of the <i>Parliamentary Service Act 1999</i> (2009: No payments).	Nil	Nil

Departmental

No "Act of Grace Payments" were made during the reporting period, pursuant to subsection 33(1) of the <i>Financial Management and Accountability Act 1997</i> (2009: No payments).	Nil	Nil
No waivers of an amount owing to the Commonwealth were made pursuant to subsection 34(1) of the <i>Financial Management and Accountability Act 1997</i> (2009: No waivers).	Nil	Nil
No payments were made under the "Scheme for Compensation for Detriment caused by Defective Administration" during the reporting period (2009: No payments) ¹ .	Nil	Nil
No ex-gratia payments were provided for during the reporting period (2009: No payments).	Nil	Nil
No payments were made during the reporting period under section 66 of the <i>Parliamentary Service Act 1999</i> (2009: no payment).	Nil	Nil

¹ The power for the CDDA Scheme arises from section 61 of the Constitution, and as such, only portfolio Ministers may decide claims under the scheme. The Presiding Officers have no authority to decide claims so the CDDA scheme does not apply to officials of DPS.

Note 25 Reporting of Outcomes

DPS has one outcome and all expenses and revenue are reported under that outcome.

Note 25A Net cost of Outcome Delivery

	Outcome 1	
	2010	2009
	\$'000	\$'000
Expenses		
Administered	20,643	18,487
Departmental	122,003	123,142
Total	142,646	141,629
Income from non-government sector		
Administered	87	9
Departmental	3,473	3,398
Total	3,560	3,407
Other own source income		
Departmental		
Other	10	13
Goods and services revenue from related entities	2,742	2,503
Total	2,752	2,516
Net cost of outcome	136,334	135,706

The outcome is described in Note 1.1. Net costs shown include intra-government costs that are eliminated in calculating the actual Budget outcome. Refer to the Outcome Resourcing Table in the Departmental Overview of this Annual Report.

Notes to and forming part of the Financial Statements

Note 25 Reporting of Outcomes (continued)

Note 25B Major Classes of Departmental Expense, Income, Assets and Liabilities by Outcome

	Outcome 1	
	2010	2009
	\$'000	\$'000
Departmental Expenses		
Employees	65,214	67,085
Suppliers	40,372	40,769
Depreciation and amortisation	16,184	14,899
Other expenses	233	389
Total	122,003	123,142
Departmental Income		
Income from government	90,933	116,913
User charges	6,225	5,914
Gains	316	1,239
Total	97,474	124,066
Departmental Assets		
Cash and cash equivalents	188	208
Trade and other receivables	17,234	68,501
Property, plant and equipment	67,735	49,353
Intangibles	23,557	12,033
Inventory	214	245
Other	1,385	1,136
Total	110,313	131,476
Departmental Liabilities		
Suppliers	6,507	4,174
Other payables	1,539	1,413
Employee provisions	20,673	19,766
Total	28,719	25,353

Notes to and forming part of the Financial Statements

Note 25 Reporting of Outcomes (continued)

Note 25C Major Classes of Administered Revenue and Expenses by Outcome

	Outcome 1	
	2010	2009
	\$'000	\$'000
Administered Expenses		
Depreciation and amortisation	20,402	18,466
Write down of assets	5	20
Value of assets sold	236	1
Total	20,643	18,487
Administered Income		
Heritage and cultural assets donated to the Parliament of Australia	-	1
Revenue from sale of assets	25	6
Assets not previously recognised	46	-
Other receipts	16	2
Total	87	9
Administered Assets		
Receivables	323	100
Land and buildings	2,069,164	1,812,393
Property, plant and equipment	6,325	5,873
Heritage and cultural assets	77,653	77,235
Total	2,153,465	1,895,601
Administered Liabilities		
Payables	469	439
Total	469	439

DPS's Outcome is described in Note 1.1.

Net costs shown include intra-government costs that are eliminated in calculating the Budget outcome.