

## **Section 3: Budgeted financial statements**

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of the department's finances for the 2021-22 budget year, including the impact of budget measures and resourcing on financial statements.

### **3.1 Budgeted financial statements**

#### **3.1.1 Explanatory notes and analysis of budgeted financial statements**

Recent parliaments have seen a significant increase in the department's workload, particularly of Senate committees. Senate select and joint select committees stand outside of the Senate's standing committee system. The establishment and workload of select committees is determined by the Senate and, when small in number, the support is absorbed by the existing standing committee secretariats.

The establishment of select committees in the current Parliament far exceeds the levels on which the department's funding was based. The increased level of activity, without affecting the level of support available to legislation and references committees, is not sustainable.

Following one-off supplementation in 2020-21 (of \$2.2m), the department welcomes further supplementation of \$2.0m for 2021-22 to support the continued elevated levels of committee activity, and in particular select committee activity, during the financial year. If the number and duration of committees established by the Senate continues at this level in future parliaments, the department will seek additional resources over the forward estimates to ensure the requirements of the Senate and senators can continue to be met.

The department has reclassified a portion of its capital budget from 2021-22 and onwards, in the order of \$0.2m, to better reflect the changing nature of ICT services.

### 3.2. Budgeted financial statements tables

**Table 3.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June**

	2020-21 Estimated actual \$'000	2021-22 Budget \$'000	2022-23 Forw ard estimate \$'000	2023-24 Forw ard estimate \$'000	2024-25 Forw ard estimate \$'000
<b>EXPENSES</b>					
Employee benefits	23,437	23,411	21,718	21,911	21,912
Suppliers	5,006	5,076	4,856	4,792	4,884
Depreciation and amortisation	197	200	190	185	187
<b>Total expenses</b>	<b>28,640</b>	<b>28,687</b>	<b>26,764</b>	<b>26,888</b>	<b>26,983</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	450	450	450	450	450
<b>Total own-source revenue</b>	<b>450</b>	<b>450</b>	<b>450</b>	<b>450</b>	<b>450</b>
<b>Gains</b>					
Resources received free of charge	2,204	2,247	2,292	2,337	2,337
<b>Total gains</b>	<b>2,204</b>	<b>2,247</b>	<b>2,292</b>	<b>2,337</b>	<b>2,337</b>
<b>Total own-source income</b>	<b>2,654</b>	<b>2,697</b>	<b>2,742</b>	<b>2,787</b>	<b>2,787</b>
<b>Net cost of services</b>	<b>(25,986)</b>	<b>(25,990)</b>	<b>(24,022)</b>	<b>(24,101)</b>	<b>(24,196)</b>
Revenue from Government	25,810	25,811	23,844	23,916	24,009
<b>Deficit attributable to the Australian Government</b>	<b>(176)</b>	<b>(179)</b>	<b>(178)</b>	<b>(185)</b>	<b>(187)</b>
<b>Total comprehensive loss</b>	<b>(176)</b>	<b>(179)</b>	<b>(178)</b>	<b>(185)</b>	<b>(187)</b>
<b>Total comprehensive loss attributable to the Australian Government</b>	<b>(176)</b>	<b>(179)</b>	<b>(178)</b>	<b>(185)</b>	<b>(187)</b>

**Note: Impact of net cash appropriation arrangements**

	2020-21 Estimated actual \$'000	2021-22 Budget \$'000	2022-23 Forw ard estimate \$'000	2023-24 Forw ard estimate \$'000	2024-25 Forw ard estimate \$'000
<b>Total comprehensive income/(loss) less depreciation/amortisation expenses previously funded through revenue appropriations</b>	-	-	-	-	-
less: depreciation/amortisation expenses previously funded through revenue appropriations	176	179	182	185	187
less: depreciation/amortisation expenses for ROU (a)	21	21	8	-	-
add: principal repayments on leased assets (a)	21	21	12	-	-
<b>Total comprehensive loss - as per the statement of comprehensive income</b>	<b>(176)</b>	<b>(179)</b>	<b>(178)</b>	<b>(185)</b>	<b>(187)</b>

Prepared on Australian Accounting Standards basis.

(a) Applies leases under AASB 16 Leases.

**Table 3.2: Budgeted departmental balance sheet (as at 30 June)**

	2020-21 Estimated actual \$'000	2021-22 Budget \$'000	2022-23 Forw ard estimate \$'000	2023-24 Forw ard estimate \$'000	2024-25 Forw ard estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	153	153	153	153	153
Trade and other receivables	12,478	12,478	12,478	12,478	12,478
<b>Total financial assets</b>	<b>12,631</b>	<b>12,631</b>	<b>12,631</b>	<b>12,631</b>	<b>12,631</b>
<b>Non-financial assets</b>					
Property, plant and equipment	2,213	2,290	2,410	2,539	2,668
Right of use	33	6	-	-	-
Intangibles	197	147	107	77	47
Inventories	130	130	130	130	130
Other non-financial assets	239	239	239	239	239
<b>Total non-financial assets</b>	<b>2,812</b>	<b>2,812</b>	<b>2,886</b>	<b>2,985</b>	<b>3,084</b>
<b>Total assets</b>	<b>15,443</b>	<b>15,443</b>	<b>15,517</b>	<b>15,616</b>	<b>15,715</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	94	94	94	94	94
Other payables	467	467	467	467	467
<b>Total payables</b>	<b>561</b>	<b>561</b>	<b>561</b>	<b>561</b>	<b>561</b>
<b>Interest bearing liabilities</b>					
Leases	33	12	-	-	-
<b>Total interest bearing liabilities</b>	<b>33</b>	<b>12</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Provisions</b>					
Employee provisions	7,737	7,737	7,737	7,737	7,737
<b>Total provisions</b>	<b>7,737</b>	<b>7,737</b>	<b>7,737</b>	<b>7,737</b>	<b>7,737</b>
<b>Total liabilities</b>	<b>8,331</b>	<b>8,310</b>	<b>8,298</b>	<b>8,298</b>	<b>8,298</b>
<b>Net assets</b>	<b>7,112</b>	<b>7,133</b>	<b>7,219</b>	<b>7,318</b>	<b>7,417</b>
<b>EQUITY*</b>					
<b>Parent entity interest</b>					
Contributed equity	2,604	2,804	3,068	3,352	3,638
Reserves	11,347	11,347	11,347	11,347	11,347
Accumulated deficit	(6,839)	(7,018)	(7,196)	(7,381)	(7,568)
<b>Total parent entity interest</b>	<b>7,112</b>	<b>7,133</b>	<b>7,219</b>	<b>7,318</b>	<b>7,417</b>
<b>Total equity</b>	<b>7,112</b>	<b>7,133</b>	<b>7,219</b>	<b>7,318</b>	<b>7,417</b>

Prepared on Australian Accounting Standards basis.

\*Equity is the residual interest in assets after deduction of liabilities.

**Table 3.3: Departmental statement of changes in equity — summary of movement (Budget year 2021-22)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2021</b>				
Balance carried forward from previous period	(6,839)	11,347	2,604	7,112
<b>Adjusted opening balance</b>	<b>(6,839)</b>	<b>11,347</b>	<b>2,604</b>	<b>7,112</b>
<b>Comprehensive income</b>				
Deficit for the period	(179)	-	-	(179)
<b>Total comprehensive income</b>	<b>(179)</b>	<b>-</b>	<b>-</b>	<b>(179)</b>
of which:				
Attributable to the Australian Government	(179)	-	-	(179)
<b>Transactions with owners</b>				
<b>Contributions by owners</b>				
Departmental Capital Budget (DCB)	-	-	200	200
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>200</b>	<b>200</b>
<b>Estimated closing balance as at 30 June 2022</b>	<b>(7,018)</b>	<b>11,347</b>	<b>2,804</b>	<b>7,133</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(7,018)</b>	<b>11,347</b>	<b>2,804</b>	<b>7,133</b>

Prepared on Australian Accounting Standards basis.

**Table 3.4: Budgeted departmental statement of cash flows (for the period ended 30 June)**

	2020-21 Estimated actual \$'000	2021-22 Budget \$'000	2022-23 Forw ard estimate \$'000	2023-24 Forw ard estimate \$'000	2024-25 Forw ard estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	25,810	25,811	23,844	23,916	24,009
Sale of goods and rendering of services	450	450	450	450	450
Net GST received	200	263	245	233	-
<b>Total cash received</b>	<b>26,460</b>	<b>26,524</b>	<b>24,539</b>	<b>24,599</b>	<b>24,459</b>
<b>Cash used</b>					
Employees	23,437	23,411	21,718	21,911	21,912
Suppliers	3,002	3,092	2,809	2,688	2,547
<b>Total cash used</b>	<b>26,439</b>	<b>26,503</b>	<b>24,527</b>	<b>24,599</b>	<b>24,459</b>
<b>Net cash from operating activities</b>	<b>21</b>	<b>21</b>	<b>12</b>	<b>-</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant and equipment and intangibles	401	200	264	284	286
<b>Total cash used</b>	<b>401</b>	<b>200</b>	<b>264</b>	<b>284</b>	<b>286</b>
<b>Net cash used by investing activities</b>	<b>(401)</b>	<b>(200)</b>	<b>(264)</b>	<b>(284)</b>	<b>(286)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	401	200	264	284	286
<b>Total cash received</b>	<b>401</b>	<b>200</b>	<b>264</b>	<b>284</b>	<b>286</b>
<b>Cash used</b>					
Principal payments on lease liability	21	21	12	-	-
<b>Total cash used</b>	<b>21</b>	<b>21</b>	<b>12</b>	<b>-</b>	<b>-</b>
<b>Net cash from financing activities</b>	<b>380</b>	<b>179</b>	<b>252</b>	<b>284</b>	<b>286</b>
<b>Net increase/(decrease) in cash held</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	153	153	153	153	153
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>153</b>	<b>153</b>	<b>153</b>	<b>153</b>	<b>153</b>

Prepared on Australian Accounting Standards basis.

**Table 3.5: Departmental capital budget statement (for the period ended 30 June)**

	2020-21 Estimated actual \$'000	2021-22 Budget \$'000	2022-23 Forw ard estimate \$'000	2023-24 Forw ard estimate \$'000	2024-25 Forw ard estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget (DCB)	401	200	264	284	286
<b>Total new capital appropriations</b>	<b>401</b>	<b>200</b>	<b>264</b>	<b>284</b>	<b>286</b>
<b>Provided for:</b>					
Purchase of non-financial assets	401	200	264	284	286
<b>Total items</b>	<b>401</b>	<b>200</b>	<b>264</b>	<b>284</b>	<b>286</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriation - DCB (a)	401	200	264	284	286
<b>TOTAL</b>	<b>401</b>	<b>200</b>	<b>264</b>	<b>284</b>	<b>286</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	401	200	264	284	286
<b>Total cash used to acquire assets</b>	<b>401</b>	<b>200</b>	<b>264</b>	<b>284</b>	<b>286</b>

Prepared on Australian Accounting Standards basis.

(a) Includes purchases from current and prior years' Departmental Capital Budgets (DCBs).

**Table 3.6: Statement of departmental asset movements (Budget year 2021-22)**

	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2021</b>			
Gross book value	2,591	663	3,254
Gross book value - ROU assets	64	-	64
Accumulated depreciation/ amortisation and impairment	(378)	(466)	(844)
Accumulated depreciation and impairment - ROU assets	(31)	-	(31)
<b>Opening net book balance</b>	<b>2,246</b>	<b>197</b>	<b>2,443</b>
<b>Capital asset additions</b>			
<b>Estimated expenditure on new or replacement assets</b>			
By purchase - capital appropriation (a)	200	-	200
<b>Total additions</b>	<b>200</b>	<b>-</b>	<b>200</b>
<b>Other movements</b>			
Depreciation/amortisation expense	(129)	(50)	(179)
Depreciation on ROU assets	(21)	-	(21)
<b>Total other movements</b>	<b>(150)</b>	<b>(50)</b>	<b>(200)</b>
<b>As at 30 June 2022</b>			
Gross book value	2,791	663	3,454
Gross book value - ROU assets	64	-	64
Accumulated depreciation/amortisation and impairment	(507)	(516)	(1,023)
Accumulated depreciation and impairment - ROU assets	(52)	-	(52)
<b>Closing net book balance</b>	<b>2,296</b>	<b>147</b>	<b>2,443</b>

Prepared on Australian Accounting Standards basis.

(a) Funding provided through Appropriation (Parliamentary Departments) Bill (No.1) 2021-22 for depreciation/amortisation expenses, DCBs or other operational expenses.