

## Section 3: Budgeted financial statements

This section presents budgeted financial statements which provide a comprehensive snapshot of the department's finances for the 2018-19 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**

Since the 42<sup>nd</sup> Parliament (2007-10), there has been a significant increase in demand for the department's services, in support of Senate committee and legislative activity. The additional funding of \$3.7 million per annum that commenced in 2017-18 has enabled the department to better align its resources to the level required to support that demand.

As shown in Table 3.1 the department is expecting a breakeven result for 2018-19 with the expectation that activity levels and expenditure will decrease during the election period.

The department received capital funding of \$0.4m in both 2016-17 and 2017-18 to develop a system to receive and publish digital copies of tabled documents, which will be integrated with other elements of the Parliament's website. The department has commenced a pilot for this project with the Departments of Parliamentary Services and the Prime Minister and Cabinet which will continue into 2018-19.

### 3.2 BUDGETED FINANCIAL STATEMENTS TABLES

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	20,695	20,926	21,069	21,196	21,319
Suppliers	3,142	2,987	2,856	2,892	2,907
Depreciation and amortisation	389	400	401	402	405
<b>Total expenses</b>	<b>24,226</b>	<b>24,313</b>	<b>24,326</b>	<b>24,490</b>	<b>24,631</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 income</b>	<b>450</b>	<b>450</b>	<b>450</b>	<b>450</b>	<b>450</b>
<b>Net (cost of)/contribution by services</b>	<b>(23,776)</b>	<b>(23,863)</b>	<b>(23,876)</b>	<b>(24,040)</b>	<b>(24,181)</b>
Revenue from Government	23,387	23,463	23,475	23,638	23,776
<b>Surplus/(deficit) attributable to the Commonwealth</b>	<b>(389)</b>	<b>(400)</b>	<b>(401)</b>	<b>(402)</b>	<b>(405)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
<b>Total other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss)</b>	<b>(389)</b>	<b>(400)</b>	<b>(401)</b>	<b>(402)</b>	<b>(405)</b>
<b>Total comprehensive income/(loss) attributable to the Commonwealth</b>	<b>(389)</b>	<b>(400)</b>	<b>(401)</b>	<b>(402)</b>	<b>(405)</b>

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

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
less depreciation/amortisation expenses previously funded through revenue appropriations	389	400	401	402	405
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>(389)</b>	<b>(400)</b>	<b>(401)</b>	<b>(402)</b>	<b>(405)</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	157	157	157	157	157
Trade and other receivables	9,131	7,631	7,631	7,631	7,631
<b>Total financial assets</b>	<b>9,288</b>	<b>7,788</b>	<b>7,788</b>	<b>7,788</b>	<b>7,788</b>
<b>Non-financial assets</b>					
Property, plant and equipment	3,589	5,464	5,464	5,464	5,464
Intangibles	2,190	2,190	2,190	2,190	2,190
Inventories	67	67	67	67	67
Other non-financial assets	237	237	237	237	237
<b>Total non-financial assets</b>	<b>6,083</b>	<b>7,958</b>	<b>7,958</b>	<b>7,958</b>	<b>7,958</b>
<b>Total assets</b>	<b>15,371</b>	<b>15,746</b>	<b>15,746</b>	<b>15,746</b>	<b>15,746</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	78	78	78	78	78
<b>Total payables</b>	<b>78</b>	<b>78</b>	<b>78</b>	<b>78</b>	<b>78</b>
<b>Provisions</b>					
Employee provisions	5,336	5,336	5,336	5,336	5,336
<b>Total provisions</b>	<b>5,336</b>	<b>5,336</b>	<b>5,336</b>	<b>5,336</b>	<b>5,336</b>
<b>Total liabilities</b>	<b>5,414</b>	<b>5,414</b>	<b>5,414</b>	<b>5,414</b>	<b>5,414</b>
<b>Net assets</b>	<b>9,957</b>	<b>10,332</b>	<b>10,332</b>	<b>10,332</b>	<b>10,332</b>
<b>EQUITY*</b>					
<b>Parent entity interest</b>					
Contributed equity	3,993	4,768	5,169	5,571	5,976
Reserves	11,376	11,376	11,376	11,376	11,376
Retained surplus (accumulated deficit)	(5,412)	(5,812)	(6,213)	(6,615)	(7,020)
<b>Total parent entity interest</b>	<b>9,957</b>	<b>10,332</b>	<b>10,332</b>	<b>10,332</b>	<b>10,332</b>
<b>Total equity</b>	<b>9,957</b>	<b>10,332</b>	<b>10,332</b>	<b>10,332</b>	<b>10,332</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 2018-19)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Other reserves \$'000	Contributed equity/ capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2018</b>					
Balance carried forward from previous period	(5,412)	11,376	-	3,993	9,957
Adjustment for changes in accounting policies	-	-	-	-	-
<b>Adjusted opening balance</b>	-	-	-	-	-
<b>Comprehensive income</b>					
Other comprehensive income	-	-	-	-	-
Surplus/(deficit) for the period	(400)	-	-	-	(400)
<b>Total comprehensive income</b>	(400)	-	-	-	(400)
of which:					
Attributable to the Commonwealth	(400)	-	-	-	(400)
<b>Transactions with owners</b>					
<b>Contributions by owners</b>					
Departmental capital budget (DCB)	-	-	-	775	775
<b>Sub-total transactions with owners</b>	-	-	-	775	775
<b>Estimated closing balance as at 30 June 2019</b>	(5,812)	11,376	-	4,768	10,332
<b>Closing balance attributable to the Commonwealth</b>	(5,812)	11,376	-	4,768	10,332

Prepared on Australian Accounting Standards basis.

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	24,387	24,963	23,475	23,638	23,776
Sale of goods and rendering of services	450	450	450	450	450
<b>Total cash received</b>	<b>24,837</b>	<b>25,413</b>	<b>23,925</b>	<b>24,088</b>	<b>24,226</b>
<b>Cash used</b>					
Employees	20,695	20,926	21,069	21,196	21,319
Suppliers	3,142	2,987	2,856	2,892	2,907
<b>Total cash used</b>	<b>23,837</b>	<b>23,913</b>	<b>23,925</b>	<b>24,088</b>	<b>24,226</b>
<b>Net cash from/(used by) operating activities</b>	<b>1,000</b>	<b>1,500</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant and equipment and intangibles	1,914	2,275	401	402	405
<b>Total cash used</b>	<b>1,914</b>	<b>2,275</b>	<b>401</b>	<b>402</b>	<b>405</b>
<b>Net cash from/(used by) investing activities</b>	<b>(1,914)</b>	<b>(2,275)</b>	<b>(401)</b>	<b>(402)</b>	<b>(405)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	914	775	401	402	405
<b>Total cash received</b>	<b>914</b>	<b>775</b>	<b>401</b>	<b>402</b>	<b>405</b>
<b>Net cash from/(used by) financing activities</b>	<b>914</b>	<b>775</b>	<b>401</b>	<b>402</b>	<b>405</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	157	157	157	157	157
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>157</b>	<b>157</b>	<b>157</b>	<b>157</b>	<b>157</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forw ard estimate \$'000	2020-21 Forw ard estimate \$'000	2021-22 Forw ard estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget (DCB)	914	775	401	402	405
<b>Total new capital appropriations</b>	<b>914</b>	<b>775</b>	<b>401</b>	<b>402</b>	<b>405</b>
<b>Provided for:</b>					
Purchase of non-financial assets	914	775	401	402	405
<b>Total items</b>	<b>914</b>	<b>775</b>	<b>401</b>	<b>402</b>	<b>405</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriation - DCB (a)	914	775	401	402	405
Funded internally from departmental resources (b)	1,000	1,500	-	-	-
<b>TOTAL</b>	<b>1,914</b>	<b>2,275</b>	<b>401</b>	<b>402</b>	<b>405</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	1,914	2,275	401	402	405
<b>Total cash used to acquire assets</b>	<b>1,914</b>	<b>2,275</b>	<b>401</b>	<b>402</b>	<b>405</b>

**Prepared on Australian Accounting Standards basis.**

- (a) Does not include annual finance lease costs. Includes purchases from current and previous years' Departmental capital budgets (DCBs).
- (b) Includes the following sources of funding:
- current and prior year appropriations,
  - s 74 Retained revenue receipts, and
  - proceeds from the sale of assets.