

Section 3: Budgeted financial statements

This section presents budgeted financial statements which provide a comprehensive snapshot of the department's finances for the 2016-17 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 42nd Parliament (2007-10), there has been a significant increase in workload, particularly of Senate committees, culminating in the present impact of the largest cross-bench in the Senate's history, which continues to drive the high rate of committee inquiries and the complexity of work by the department in supporting the legislative process. Some supplementation was received over past financial years for new joint committees and a small amount to provide additional drafting support. An additional \$1.5m in 2015-16 represented one-off funding.

The department is seeking to realign resources to the level required to meet ongoing sustained levels of legislative and, particularly, committee activity. The department welcomes the budget relief provided by the supplementation of \$3.0 million for 2016-17 as a prelude to renegotiation of the funding base for the department.

As shown in Table 3.1 the department is expecting a \$1.3m operating loss for 2015-16, which is to be funded from prior year reserves. This follows an operating loss of \$1.2m for the 2014-15 financial year.

The department has also received capital funding of \$0.4m in both 2016-17 and 2017-18 to implement a system to receive and publish digital copies of tabled documents. Online tabled documents, to be hosted on the Parliament's website, will be integrated with other elements of the website. This project expands on the 2010 Joint Committee on Publications initiative to develop a digital repository for the Parliamentary Papers Series, the e-PPS, and reiterated recently in the Belcher Review.

3.2 BUDGETED FINANCIAL STATEMENTS TABLES

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

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EXPENSES					
Employee benefits	19,855	20,287	18,315	18,672	18,795
Suppliers	2,522	3,027	2,150	2,112	2,125
Depreciation and amortisation	587	538	404	412	415
Total expenses	22,964	23,852	20,869	21,196	21,335
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	511	450	450	450	450
Total own-source income	511	450	450	450	450
Net (cost of)/contribution by services	(22,453)	(23,402)	(20,419)	(20,746)	(20,885)
Revenue from Government	21,136	22,864	20,015	20,334	20,470
Surplus/(deficit) attributable to the Commonwealth	(1,317)	(538)	(404)	(412)	(415)
OTHER COMPREHENSIVE INCOME					
Total other comprehensive income	-	-	-	-	-
Total comprehensive income/(loss)	(1,317)	(538)	(404)	(412)	(415)
Total comprehensive income/(loss) attributable to the Commonwealth	(1,317)	(538)	(404)	(412)	(415)

Note: Impact of net cash appropriation arrangements

	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations.	(730)	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations	587	538	404	412	415
Total comprehensive income/(loss) - as per the statement of comprehensive income	(1,317)	(538)	(404)	(412)	(415)

Prepared on Australian Accounting Standards basis.

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

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	200	200	200	200	200
Trade and other receivables	10,471	9,471	8,471	7,471	7,471
Total financial assets	10,671	9,671	8,671	7,671	7,671
Non-financial assets					
Property, plant and equipment	1,988	3,194	4,569	5,569	5,569
Intangibles	2,517	2,667	2,667	2,667	2,667
Inventories	48	48	48	48	48
Other non-financial assets	191	191	191	191	191
Total non-financial assets	4,744	6,100	7,475	8,475	8,475
Total assets	15,415	15,771	16,146	16,146	16,146
LIABILITIES					
Payables					
Suppliers	185	185	185	185	185
Total payables	185	185	185	185	185
Provisions					
Employee provisions	5,724	5,724	5,724	5,724	5,724
Total provisions	5,724	5,724	5,724	5,724	5,724
Total liabilities	5,909	5,909	5,909	5,909	5,909
Net assets	9,506	9,862	10,237	10,237	10,237
EQUITY*					
Parent entity interest					
Contributed equity	2,185	3,079	3,858	4,270	4,685
Reserves	11,388	11,388	11,388	11,388	11,388
Retained surplus (accumulated)	(4,067)	(4,605)	(5,009)	(5,421)	(5,836)
Total parent entity interest	9,506	9,862	10,237	10,237	10,237
Total equity	9,506	9,862	10,237	10,237	10,237

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 2016-17)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2016					
Balance carried forward from previous period	(4,067)	11,388	-	2,185	9,506
Adjustment for changes in accounting policies	-	-	-	-	-
Adjusted opening balance	-	-	-	-	-
Comprehensive income					
Other comprehensive income	-	-	-	-	-
Surplus/(deficit) for the period	(538)	-	-	-	(538)
Total comprehensive income	(538)	-	-	-	(538)
of which:					
Attributable to the Commonwealth	(538)	-	-	-	(538)
Transactions with owners					
Contributions by owners					
Departmental capital budget (DCB)	-	-	-	894	894
Sub-total transactions with owners	-	-	-	894	894
Estimated closing balance as at 30 June 2017	(4,605)	11,388	-	3,079	9,862
Closing balance attributable to the Commonwealth	(4,605)	11,388	-	3,079	9,862

Prepared on Australian Accounting Standards basis.

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

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	21,628	23,864	21,015	21,334	20,470
Sale of goods and rendering of services	511	450	450	450	450
Total cash received	22,139	24,314	21,465	21,784	20,920
Cash used					
Employees	19,855	20,287	18,315	18,672	18,795
Suppliers	2,522	3,027	2,150	2,112	2,125
Total cash used	22,377	23,314	20,465	20,784	20,920
Net cash from/(used by) operating activities	(238)	1,000	1,000	1,000	-
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant and equipment and intangibles	367	1,894	1,779	1,412	415
Total cash used	367	1,894	1,779	1,412	415
Net cash from/(used by) investing activities	(367)	(1,894)	(1,779)	(1,412)	(415)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	367	894	779	412	415
Total cash received	367	894	779	412	415
Net cash from/(used by) financing activities	367	894	779	412	415
Net increase/(decrease) in cash held	(238)	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	438	200	200	200	200
Cash and cash equivalents at the end of the reporting period	200	200	200	200	200

Prepared on Australian Accounting Standards basis.

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

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget (DCB)	367	894	779	412	415
Total new capital appropriations	367	894	779	412	415
Provided for:					
Purchase of non-financial assets	367	894	779	412	415
Total items	367	894	779	412	415
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation - DCB (a)	367	894	779	412	415
Funded internally from departmental resources (b)	-	1,000	1,000	1,000	-
TOTAL	367	1,894	1,779	1,412	415
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	367	1,894	1,779	1,412	415
Total cash used to acquire assets	367	1,894	1,779	1,412	415

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.