

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

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2022-23 budget year, including the impact of budget measures and resourcing on financial statements.

### **3.1 Budgeted financial statements**

#### **3.1.1 Differences between entity resourcing and financial statements**

The PBO does not have any material differences between entity resourcing and financial statements.

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

Under the net cash appropriation framework, the PBO receives an appropriation to meet budgeted expenses (except depreciation). This appropriation is recognised as revenue.

The PBO received a special appropriation at the time of its establishment. The special appropriation is recognised as revenue in the year the funds are spent. The associated expense is recognised in the comprehensive income statement except where the PBO has purchased assets, which are recognised in the balance sheet.

The increase in Revenue from Government in 2024–25 reflects a triennial increase in the PBO's departmental appropriation, enabling the PBO to respond to increased demand for services in line with the general election cycle.

The PBO's budgeted operating loss in 2022–23 and across the forward estimates is entirely attributable to depreciation.

The PBO has sufficient cash reserves to fund provisions and payables as they fall due across the forward estimates period.

3.2. Budgeted financial statements tables

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forw ard estimate \$'000	2024-25 Forw ard estimate \$'000	2025-26 Forw ard estimate \$'000
<b>EXPENSES</b>					
Employee benefits	7,362	7,401	7,709	7,766	7,336
Suppliers	2,091	1,800	1,769	2,344	2,340
Depreciation and amortisation (a)	91	91	91	91	91
<b>Total expenses</b>	<b>9,544</b>	<b>9,292</b>	<b>9,569</b>	<b>10,201</b>	<b>9,767</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Other	352	378	385	385	385
<b>Total own-source revenue</b>	<b>352</b>	<b>378</b>	<b>385</b>	<b>385</b>	<b>385</b>
<b>Total own-source income</b>	<b>352</b>	<b>378</b>	<b>385</b>	<b>385</b>	<b>385</b>
<b>Net (cost of)/contribution by services</b>	<b>(9,192)</b>	<b>(8,914)</b>	<b>(9,184)</b>	<b>(9,816)</b>	<b>(9,382)</b>
Revenue from Government	9,269	8,823	9,093	9,725	9,291
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>77</b>	<b>(91)</b>	<b>(91)</b>	<b>(91)</b>	<b>(91)</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>77</b>	<b>(91)</b>	<b>(91)</b>	<b>(91)</b>	<b>(91)</b>

Prepared on Australian Accounting Standards basis.

- a) From 2010-11, the Government introduced net cash appropriation arrangements where Bill 1 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities (and select corporate Commonwealth entities) were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Bill 1 equity appropriations. For information regarding DCBs, please refer to Table 3.5 Departmental Capital Budget Statement.

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forw ard estimate \$'000	2024-25 Forw ard estimate \$'000	2025-26 Forw ard estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	27	27	27	27	27
Trade and other receivables	4,618	4,618	4,618	4,618	4,618
<b>Total financial assets</b>	<b>4,645</b>	<b>4,645</b>	<b>4,645</b>	<b>4,645</b>	<b>4,645</b>
<b>Non-financial assets</b>					
Property, plant and equipment	1,331	1,240	1,149	1,058	967
Other non-financial assets	46	46	46	46	46
<b>Total non-financial assets</b>	<b>1,377</b>	<b>1,286</b>	<b>1,195</b>	<b>1,104</b>	<b>1,013</b>
<b>Total assets</b>	<b>6,022</b>	<b>5,931</b>	<b>5,840</b>	<b>5,749</b>	<b>5,658</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	406	406	406	406	406
Other payables	189	189	189	189	189
<b>Total payables</b>	<b>595</b>	<b>595</b>	<b>595</b>	<b>595</b>	<b>595</b>
<b>Provisions</b>					
Employee provisions	2,523	2,523	2,523	2,523	2,523
<b>Total provisions</b>	<b>2,523</b>	<b>2,523</b>	<b>2,523</b>	<b>2,523</b>	<b>2,523</b>
<b>Total liabilities</b>	<b>3,118</b>	<b>3,118</b>	<b>3,118</b>	<b>3,118</b>	<b>3,118</b>
<b>Net assets</b>	<b>2,904</b>	<b>2,813</b>	<b>2,722</b>	<b>2,631</b>	<b>2,540</b>
<b>EQUITY*</b>					
Reserves	3	3	3	3	3
Retained surplus (accumulated deficit)	2,901	2,810	2,719	2,628	2,537
<b>Total equity</b>	<b>2,904</b>	<b>2,813</b>	<b>2,722</b>	<b>2,631</b>	<b>2,540</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 2022-23)**

	Retained earnings	Asset revaluation reserve	Total equity
	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2022</b>			
Balance carried forward from previous period	2,901	3	2,904
<b>Adjusted opening balance</b>	<b>2,901</b>	<b>3</b>	<b>2,904</b>
<b>Comprehensive income</b>			
Surplus/(deficit) for the period	(91)	-	(91)
<b>Total comprehensive income</b>	<b>(91)</b>	<b>-</b>	<b>(91)</b>
of which:			
Attributable to the Australian Government	2,810	3	2,813
<b>Estimated closing balance as at 30 June 2023</b>	<b>2,810</b>	<b>3</b>	<b>2,813</b>
<b>Closing balance attributable to the Australian Government</b>	<b>2,810</b>	<b>3</b>	<b>2,813</b>

Prepared on Australian Accounting Standards basis.

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forw ard estimate \$'000	2024-25 Forw ard estimate \$'000	2025-26 Forw ard estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	9,099	8,823	9,093	9,725	9,291
Net GST received	25	-	-	-	-
Other	192	-	-	-	-
<b>Total cash received</b>	<b>9,316</b>	<b>8,823</b>	<b>9,093</b>	<b>9,725</b>	<b>9,291</b>
<b>Cash used</b>					
Employees	7,337	7,401	7,709	7,766	7,336
Suppliers	1,979	1,422	1,384	1,959	1,955
Other	4	-	-	-	-
<b>Total cash used</b>	<b>9,320</b>	<b>8,823</b>	<b>9,093</b>	<b>9,725</b>	<b>9,291</b>
<b>Net cash from/(used by) operating activities</b>	<b>(4)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash held</b>	<b>(4)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	31	27	27	27	27
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>

Prepared on Australian Accounting Standards basis.

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

The PBO does not have any planned capital expenditure over the forward estimates.

**Table 3.6: Statement of departmental asset movements (Budget year 2022-23)**

	Other property, plant and equipment \$'000	Total \$'000
<b>As at 1 July 2022</b>		
Gross book value	1,429	1,429
Accumulated depreciation/ amortisation and impairment	(98)	(98)
<b>Opening net book balance</b>	<b>1,331</b>	<b>1,331</b>
<b>Other movements</b>		
Depreciation/amortisation expense	(91)	(91)
<b>Total other movements</b>	<b>(91)</b>	<b>(91)</b>
<b>As at 30 June 2023</b>		
Gross book value	1,429	1,429
Accumulated depreciation/ amortisation and impairment	(189)	(189)
<b>Closing net book balance</b>	<b>1,240</b>	<b>1,240</b>

Prepared on Australian Accounting Standards basis.