

Section 3: Budgeted Financial Statements

The budgeted financial statements for AusAID, presented in this section, will form the basis of the financial statements that will appear in AusAID's 2000-2001 Annual Report, and form the basis for input into the Whole-of-Government Accounts.

Budget statement of revenues and expenses (Budget operating statement)

This statement provides a picture of the expected financial results for the Agency by identifying full accrual expenses and revenues, which highlight whether the Agency is operating at a sustainable level in the short term.

Budget statement of assets and liabilities (budget balance sheet)

This statement shows the financial position of the Agency. It enables decision-makers to track the management of the Agency's assets and liabilities.

Budget cash flow statement

This statement shows budgeted cash flows, provides important information on the extent and nature of cash flows by categorizing them into expected cash flows from operating, investing and financing activities.

Capital budget

This shows all proposed capital expenditure funded either through the budget as appropriated equity injections or loans and/or appropriations for administered capital, or funds from internal sources or as funds from other sources.

Table 3.1: Budget statement of revenues and expenses

	Actual ¹	Revised budget	Estimated		
	1999-00 \$'000	2000-01 \$'000	2001-02 \$'000	2002-03 \$'000	2003-04 \$'000
DEPARTMENTAL REVENUE AND EXPENSES					
Revenues					
Revenue from government					
Ordinary annual appropriations ² (net appropriations)	65,260	66,813	67,516	66,748	68,104
Revenue from other sources					
Sales of goods and services	633	730	730	730	730
Other revenue from other sources	368	424	346	348	350
Total revenue	66,261	67,967	68,592	67,826	69,184
Expenses					
Employees	41,868	41,375	41,357	41,778	41,611
Depreciation and amortisation	3,429	2,627	2,630	2,802	2,616
Other costs of providing goods and services	23,628	23,965	24,605	23,246	24,957
Other					
Total expenses	68,925	67,967	68,592	67,826	69,184
Operating result before capital user charge	-2,664	0	0	0	0
Capital user charge					
Extraordinary items					
Accumulated results at year end	-2,664	0	0	0	0
ADMINISTERED REVENUE AND EXPENSES					
Revenues					
Taxation revenue					
Interest and dividends	1				
Other sources of non-taxation revenues	2,120	4,254	4,213	3,856	3,905
Appropriations ³	1,156,914	1,472,159	1,482,945	1,209,112	1,261,417
Total revenue	1,159,035	1,476,413	1,487,158	1,212,968	1,265,322
Expenses					
Other costs of providing goods and services	1,034,367	1,061,509	1,048,861	1,085,956	1,150,242
Overseas Grants	122,548	417,286	434,084	123,156	111,175
Interest and financing costs					
Total expenses	1,156,915	1,478,795	1,482,945	1,209,112	1,261,417
Net cost to government	2,120	-2,382	4,213	3,856	3,905
Cash transfer to/from DoFA	1,946	4,254	4,213	3,856	3,905
Accumulated results after transfer⁴	174	-6,636	0	0	0

Table 3.2: Budget statement of assets and liabilities - Departmental

	Actual ¹	Revised		Estimated	
	1999-00	Budget	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
DEPARTMENTAL ASSETS AND LIABILITIES					
Debt					
Loans					
Finance leases					
Total debt	0	0	0	0	0
Provisions and payables					
Employees	12,914	13,348	13,393	13,539	13,518
Supplies	1,102	1,020	1,026	1,035	1,044
Other					
Total provisions and payables	14,016	14,368	14,419	14,574	14,562
Equity					
Accumulated results	(6,455)	(6,455)	(6,455)	(6,455)	(6,455)
Reserves	5,413	5,414	5,414	5,414	5,414
Total equity	(1,042)	(1,041)	(1,041)	(1,041)	(1,041)
Total liabilities and equity	12,974	13,327	13,378	13,533	13,521
Financial assets					
Cash	3,030	4,445	5,824	5,759	5,588
Receivables	53	328	330	302	327
Investments					
Total financial assets	3,083	4,773	6,154	6,061	5,915
Non-financial assets					
Infrastructure, plant and equipment	6,764	5,607	4,494	4,994	5,438
Intangibles	2,263	2,082	1,865	1,613	1,303
Other	864	865	865	865	865
Total non-financial assets	9,891	8,554	7,224	7,472	7,606
Total assets	12,974	13,327	13,378	13,533	13,521

Table 3.2: Budget statement of assets and liabilities - Administered

	Actual ¹	Revised	Estimated		
	1999-00	2000-01	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
ADMINISTERED ASSETS AND LIABILITIES					
Debt					
Government securities					
Loans					
Other					
Total debt	0	0	0	0	0
Provisions and payables					
Multiyear Grants	1,088,813	1,141,724	1,194,535	947,765	716,236
Other	61,812	65,042	64,645	66,130	68,737
Total provisions and payables	1,150,625	1,206,766	1,259,180	1,013,895	784,973
Equity					
Accumulated results	(1,166,110)	(1,172,746)	(1,172,746)	(1,172,746)	(1,172,746)
Capital	206,139	417,661	650,332	857,805	1,027,368
Total equity	(959,971)	(755,085)	(522,414)	(314,941)	(145,378)
Total liabilities and equity	190,654	451,681	736,766	698,954	639,595
Financial assets					
Cash	39	39	39	39	39
Receivables	126,516	394,202	679,309	641,501	582,146
Investments					
Total financial assets	126,555	394,241	679,348	641,540	582,185
Non-financial assets					
Infrastructure, plant and equipment	2,156	2,132	2,110	2,106	2,102
Other non-financial assets	61,943	55,308	55,308	55,308	55,308
Total non-financial assets	64,099	57,440	57,418	57,414	57,410
Total assets	190,654	451,681	736,766	698,954	639,595

Table 3.3: Budget cash flow statement

	Actual ¹	Revised		Estimated	
	1999-00	budget	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
DEPARTMENTAL CASH FLOWS					
Operating activities					
Cash received					
Appropriations	65,260	66,813	67,516	66,748	68,104
Sales of goods and services	745	730	730	730	730
Other	237	1,629	1,950	1,837	1,956
Total cash received	66,242	69,172	70,196	69,315	70,790
Cash used					
Employees	41,765	40,995	41,312	41,632	41,632
Supplies	23,506	25,472	26,205	24,698	26,578
Other	0	0	0	0	0
Total cash used	65,271	66,467	67,517	66,330	68,210
Net cash from operating activities	971	2,705	2,679	2,985	2,580
Investing activities					
Cash received					
Proceeds from sale of property, plant and equipment	66	0	0	0	0
Other					
Total cash received	66	0	0	0	0
Cash used					
Purchase of property, plant and equipment	1,663	1,290	1,300	3,050	2,750
Total cash used	1,663	1,290	1,300	3,050	2,750
Net cash from investing activities	(1,597)	(1,290)	(1,300)	(3,050)	(2,750)
Financial activities					
Cash received					
Proceeds from borrowings					
Other	3,628				
Total cash received	3,628	0	0	0	0
Cash used					
Capital user charge paid					
Repayments of borrowings					
Other					
Total cash used	0	0	0	0	0
Net cash from financing activities	3,628	0	0	0	0
Net increase/decrease in cash held	3,003	1,415	1,379	(65)	(170)
Add cash as at 1 July	27	3,030	4,445	5,824	5,759
Cash as at 30 June	3,030	4,445	5,824	5,759	5,589

Table 3.3: Budget cash flow statement (continued)

	Actual ¹ 1999-00 \$'000	Revised budget 2000-01 \$'000	2001-02 \$'000	Estimated 2002-03 \$'000	2003-04 \$'000
ADMINISTERED CASH FLOWS					
Operating activities					
Cash received					
Interest and dividends					
Appropriations receipts	1,171,552	1,204,473	1,197,838	1,225,029	1,261,417
Prior years annual accrual appropriation				21,891	59,355
Other	1,946	4,254	4,213	3,856	3,905
Total cash received	1,173,498	1,208,727	1,202,051	1,250,776	1,324,677
Cash used					
Overseas Grants	383,922	361,576	378,444	367,026	339,732
Borrowing costs					
Cash to CRF	1,946	4,254	4,213	3,856	3,905
Other	992,237	1,053,519	1,051,165	1,086,467	1,149,703
Total cash used	1,378,105	1,419,349	1,433,822	1,457,349	1,493,340
Net cash from operating activities	(204,607)	(210,622)	(231,771)	(206,573)	(168,663)
Investing activities					
Cash received					
Consolidated revenue fund					
Other					
Total cash received	0	0	0	0	0
Cash used					
Purchase of non-financial assets	1,525	900	900	900	900
Consolidated revenue fund					
Other					
Total cash used	1,525	900	900	900	900
Net cash from investing activities	(1,525)	(900)	(900)	(900)	(900)
Financial activities					
Cash received					
Cash from Capital Injection	206,139	211,522	232,671	207,473	169,563
Consolidated revenue fund					
Other					
Total cash received	206,139	211,522	232,671	207,473	169,563
Cash used					
Consolidated revenue fund					
Other					
Total cash used	0	0	0	0	0
Net cash from financing activities	206,139	211,522	232,671	207,473	169,563
Net increase/decrease in cash held	7	0	0	0	0
Add cash as at 1 July	32	39	39	39	39
Cash as at 30 June	39	39	39	39	39

Table 3.4: Capital budget

	Actual ¹	Revised	Estimated		
	1999-00	2000-01	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
Departmental					
Total loans					
Appropriations of previous years carryover	3,382				
Consulate in East Timor	246				
Total capital appropriations	3,628	0	0	0	0
Represented by					
Purchase of non-current assets	246				
Other	3,382				
Total departmental	3,628	0	0	0	0
Administered					
Total Capital injections to extinguish multiyear liabilities ⁶	206,139	211,522	232,671	207,473	169,563
Total loans					
Total capital appropriations	206,139	211,522	232,671	207,473	169,563
Represented by					
Purchase of non-current assets					
Other	206,139	211,522	232,671	207,473	169,563
Total items	206,139	211,522	232,671	207,473	169,563
Administered financial assets funded by special appropriations					
Administered capital					
Represented by					
Purchase of non-current assets					
Other					
Purchase of Non-current Assets					
Funded by Capital Appropriation					
Funded by existing Administered resources	1,525	900	900	900	900
Total items	1,525	900	900	900	900

NOTES TO THE FINANCIAL STATEMENTS

Basis of accounting

The agency budget statements are prepared in compliance with Australian Accounting Standards, Accounting Guidance Releases and having regard to Statements of Accounting Concepts.

Note 1

Explanation of 1999-2000 Actual Results

The 1999-2000 figures represented in the financial statements are AusAID's audited actual results, published in the 1999-2000 Annual Report.

Note 2

Explanation of decrease in Ordinary Annual Services

This relates to:

- Additional supplementation of \$0.027m for Comcover.
- Decrease in appropriation of \$0.114m due to forecast additional departmental interest earnings.

Note 3

Explanation of increase in Administered Appropriations

This relates to:

- Australia's increased commitment of \$41.289m for the seventh replenishment of the Asian Development Fund.
- Australia's contribution of \$1.000m to the United Nations Relief Works Agency (UNRWA).
- Rephasing of \$1.157m from 1999-2000.

Note 4

Explanation of AusAID's 2000-01 Administered operating loss

AusAID will incur an operating loss of \$6.636m for 2000-01 due to rationalisation of payments to multilateral organisations. This change in accounting treatment requires a one-off increase in expenses in 2000-01 and has no corresponding cash requirement.

Note 5*Explanation of increase in Administered Expenses*

Total Administered expenses have increased by \$50.082m. \$6.636m of this relates to a change in accounting treatment and is not truly reflective of a change in outcomes or outputs (refer Note 4). Excluding this, the increase in expenses is \$43.446m, which is also reflected by an equal increase in appropriation (refer Note 3).

Note 6*Explanation of change in 2000-01 Capital Injection*

The Capital Budget statement included a minor inaccuracy at budget time. A \$10,000 adjustment has been made to align the Capital budget statement with the financial statements.

Appendices 1 and 2

Appendix 1

Non-appropriation departmental and administered revenue

	Budget estimate 2000-01 \$'000	Revised estimate 2000-01 \$'000
Departmental revenue		
Departmental section 31 receipts	1,040	1,154
Total non-appropriation departmental revenue	1,040	1,154
Appropriations	66,900	66,813
Total departmental revenue	67,940	67,967
Administered revenue		
Bank dividends		
Replacement payments		
Micellaneous	4254	4,254
Other		
Total non-appropriation administered revenue	4,254	4,254
Appropriations	1,428,713	1,472,159
Total administered revenue	1,432,967	1,476,413

Appendix 2

Estimates of cash from special appropriations

	Budget estimate 2000-01 \$'000	Revised estimate 2000-01 \$'000
International Development Association (Further Payment) Act 1993	34,056	34,056
Total estimated cash requirements	34,056	34,056