

# AUSTRALIAN INDUSTRIAL RELATIONS COMMISSION AND AUSTRALIAN INDUSTRIAL REGISTRY

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# AUSTRALIAN INDUSTRIAL RELATIONS COMMISSION AND AUSTRALIAN INDUSTRIAL REGISTRY

## Section 1: Agency overview and resources; variations and measures

### OVERVIEW

There have been no changes to the AIRC/AIR outcomes and output structure since the Portfolio Budget Statements (PBS).

**Table 1.1: Agency outcomes and output groups**

Outcome	Description	Output groups
<b>Outcome 1</b>	Co-operative workplace relations which promote the economic prosperity of the people of Australia	Output Group 1.1 Dispute resolution, orders and decisions  Output Group 1.2 Registered organisations, compliance checks and investigations  Output Group 1.3 Publications and information services

## ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

The AIRC/AIR has the following additional estimates variations:

### Departmental Outputs

The departmental output appropriation for 2007-08 of \$53.868m has not changed since the 2007-08 budget. However the estimates for the forward years have increased for new measures announced since the 2007-08 budget. These are outlined in Tables 1.2 and 1.4.

### Departmental Equity Injections

There have been no additional departmental equity injections.

**Table 1.2: Additional estimates and variations to outcomes – measures**

	2007-08 (\$'000)	2008-09 (\$'000)	2009-10 (\$'000)	2010-11 (\$'000)
<b>Outcome 1</b>				
<b>Change in estimates (departmental)</b>				
A Fairer and Flexible Workplace Relations System	-	3,200	2,900	3,600
Election Commitment Savings: 2 percent Efficiency Dividend	(185)	(802)	(809)	(819)
<b>Total change in estimate (departmental)</b>	<b>(185)</b>	<b>2,398</b>	<b>2,091</b>	<b>2,781</b>
<b>Total variation of appropriation for outcome 1</b>	<b>(185)</b>	<b>2,398</b>	<b>2,091</b>	<b>2,781</b>

**Table 1.3: Additional estimates and variations to outcomes – other variations**

There are no other variations for the AIRC/AIR in the 2007-08 Portfolio Additional Estimates Statements.

## MEASURES — AGENCY SUMMARY

**Table 1.4: Summary of measures since the 2007-08 Budget**

Measure Title	Outcome	Output groups affected	2007-08 (\$'000)			2008-09 (\$'000)			2009-10 (\$'000)			2010-11 (\$'000)		
			Admin items	Dept outputs	Total	Admin items	Dept outputs	Total	Admin items	Dept outputs	Total	Admin items	Dept outputs	Total
<b>Expense Measures</b>														
A Fairer and Flexible Workplace Relations System			-	-	-	-	3,200	3,200	-	2,900	2,900	-	3,600	3,600
Election Commitment Savings: 2 percent Efficiency Dividend				(185)	(185)		(802)	(802)		(809)	(809)		(819)	(819)
<b>Total Expense Measures</b>			-	(185)	(185)	-	2,398	2,398	-	2,091	2,091	-	2,781	2,781
<b>Total of All Measures</b>			-	(185)	(185)	-	2,398	2,398	-	2,091	2,091	-	2,781	2,781

## BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

**Table 1.5: Appropriation Bill (No. 3) 2007-08**

	2006-07 available (\$'000)	2007-08 Budget (\$'000)	2007-08 revised (\$'000)	Additional estimates (\$'000)	Reduced estimates (\$'000)
<b>DEPARTMENTAL OUTPUTS</b>					
<b>Outcome 1</b>					
Co-operative workplace relations which promote the economic prosperity of the people of Australia					
	58,067	53,868	53,868	-	-

**Note 1:** 2006-07 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.  
Available appropriation is the amount available to be drawn down, and is equal to:  
*Budget Appropriation + Additional Estimates Appropriation + DIAB + AFM - Savings - Rephasings - Other Reductions +/- Section 32*

**Table 1.6: Appropriation Bill (No. 4) 2007-08**

The AIRC/AIR has no Appropriation Bill (No. 4) funding.

## SUMMARY OF STAFFING CHANGES

**Table 1.7: Average Staffing Level (ASL)**

	2007-08 Budget	2007-08 Revised	Variation
<b>Outcome 1</b>			
Co-operative workplace relations which promote the economic prosperity of the people of Australia			
	209	209	-
<b>Total</b>	<b>209</b>	<b>209</b>	<b>-</b>

## OTHER RESOURCES AVAILABLE TO BE USED

There have been no changes to the AIRC/AIR's other resources available to be used since the 2007-08 Portfolio Budget Statements.

**ESTIMATES OF EXPENSES FROM SPECIAL APPROPRIATIONS**

The AIRC/AIR has no changes to the special appropriations in the 2007-08 financial year.

**ESTIMATES OF SPECIAL ACCOUNT FLOWS**

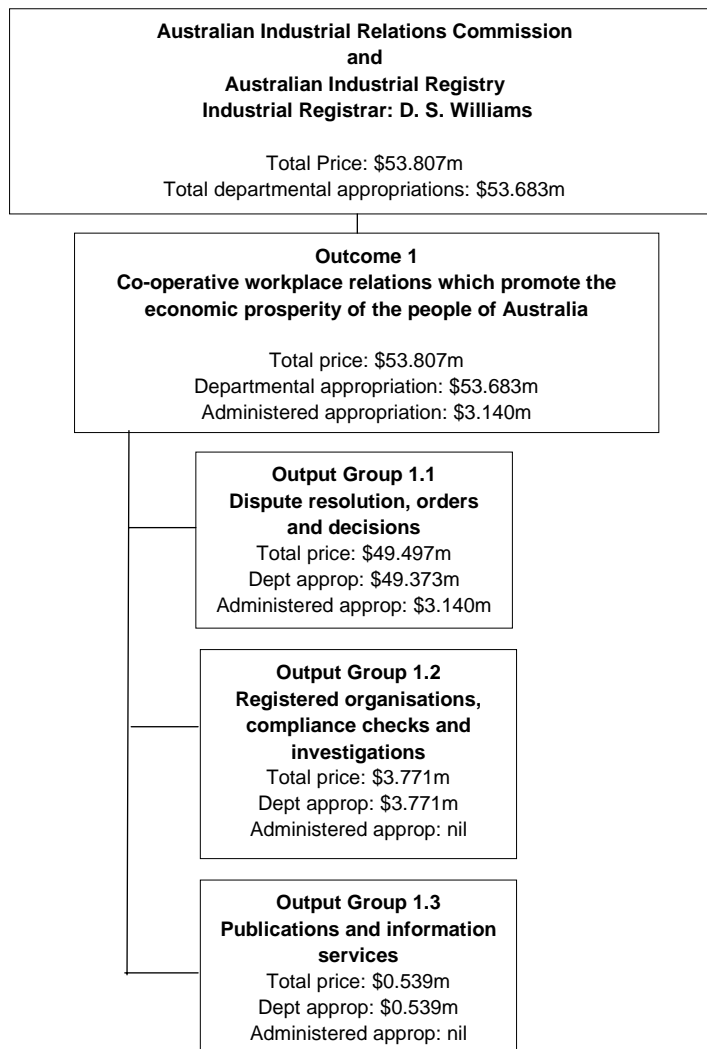
The AIRC/AIR has no changes to the special account flows in the 2007-08 financial year since the 2007-08 Portfolio Additional Estimates Statements.

## Section 2: Revisions to agency outcomes

### OUTCOMES AND OUTPUTS

Table 1.1 'Agency outcomes and outputs groups' lists the outcome statements and output groups for the AIRC/AIR.

**Figure 2: Outcome and output structure for all Outcomes**



**Outcome 1**

**Departmental Outputs**

There has been no changes to appropriations for 2007-08. There has been no change to the Outcome 1 estimated net annotated appropriation (Section 31) receipts for 2007-08.

**Administered Expenses**

Annual administered expense appropriations for Outcome 1 in 2007-08 have not changed from the \$3.140m in the 2007-08 Budget.

**Revised performance information — 2007-08**

There have been no changes to the performance information for Outcome 1 since the 2007-08 Portfolio Budget Statements.

## Section 3: Budgeted financial statements

### **ANALYSIS OF BUDGETED FINANCIAL STATEMENTS**

An analysis of the primary causes of movements in the financial statements from those published in the 2007-08 Portfolio Budget Statements (PBS) is provided below.

### **BUDGETED FINANCIAL STATEMENTS**

#### **Departmental financial statements**

##### **Budgeted departmental income statement**

The Australian Industrial Relations Commission/Australian Industrial Registry is budgeting for a break-even result in 2007-08 and for the three forward years.

Total revenue and expenses for 2007-08 are both estimated to be \$53.992 million which is unchanged from the 2007-08 Budget.

##### **Budgeted departmental balance sheet**

The Australian Industrial Relations Commission/Australian Industrial Registry's budgeted net asset of \$21.831 million which is expected to remain the same for the three forward years.

Total assets for 2007-08 is estimated to be \$41.284 million comprising \$34.658 million in financial assets and \$6.626 million in non-financial assets.

Total liabilities for 2007-08 is estimated to be \$19.453 million with the primary liabilities being accrued employee entitlements which total \$10.833 million and leasehold incentive of \$7.285 million.

##### **Budgeted departmental statement of cash flows**

The Australian Industrial Relations Commission/Australian Industrial Registry is budgeting for a nil change in the bank account in 2007-08 and for the three forward years.

The net difference for cash from operating activities which is estimated to be \$1.101 million will be used to fund the investment activities of the Commission and Registry.

**Departmental statement of changes in equity — summary of movement**

The Australian Industrial Relations Commission/Australian Industrial Registry is budgeting for nil movements in equity in 2007-08.

**Departmental capital budget statement**

The Australian Industrial Relations Commission/Australian Industrial Registry is budgeting for \$1.010 million in 2007-08 and in each of the three forward years to be used for the purchase of non financial assets. These capital purchases will be funded internally by departmental resources.

**Departmental property, plant, equipment and intangibles — summary of movement**

The Australian Industrial Relations Commission/Australian Industrial Registry is budgeting that the net value of departmental property, plant, equipment and intangibles will remain the same at 30 June 2008 as it did at 1 July 2007 which totals \$5.481 million.

**Table 3.1: Budgeted departmental income statement  
(for the period ended 30 June)**

	Actual 2006-07 \$'000	Revised budget 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
<b>INCOME</b>					
<b>Revenue</b>					
Revenues from Government	66,450	53,683	55,108	55,704	57,434
Goods and services	-	-	-	-	-
Interest	-	-	-	-	-
Other	79	99	99	99	99
<b>Total revenue</b>	<b>66,529</b>	<b>53,782</b>	<b>55,207</b>	<b>55,803</b>	<b>57,533</b>
<b>Gains</b>					
Reversals of previous asset write-downs	-	-	-	-	-
Net gains from sale of assets	30	-	-	-	-
Other	123	25	25	25	25
<b>Total gains</b>	<b>153</b>	<b>25</b>	<b>25</b>	<b>25</b>	<b>25</b>
<b>Total income</b>	<b>66,682</b>	<b>53,807</b>	<b>55,232</b>	<b>55,828</b>	<b>57,558</b>
<b>EXPENSE</b>					
Employees	26,178	27,666	29,868	30,326	31,552
Suppliers	28,869	25,131	24,354	24,492	24,996
Depreciation and amortisation	799	1,010	1,010	1,010	1,010
Finance costs	267	-	-	-	-
Write-down of assets and impairment of assets	77	-	-	-	-
Net losses from sale of assets	-	-	-	-	-
Other	1,853	-	-	-	-
<b>Total expenses</b>	<b>58,043</b>	<b>53,807</b>	<b>55,232</b>	<b>55,828</b>	<b>57,558</b>
<b>Operating result from continuing operations</b>					
Increase / (decrease) to asset revaluation reserve	-	-	-	-	-
<b>Operating result</b>	<b>8,639</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net surplus or (deficit) attributable to the Australian Government</b>	<b>8,639</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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

	Actual 2006-07 \$'000	Revised budget 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash	446	446	446	446	446
Receivables	34,235	34,045	33,952	33,894	33,613
Accrued revenues	-	-	-	-	-
Other	167	167	167	167	167
<b>Total financial assets</b>	<b>34,848</b>	<b>34,658</b>	<b>34,565</b>	<b>34,507</b>	<b>34,226</b>
<b>Non-financial assets</b>					
Land and buildings	2,894	2,894	2,894	2,894	2,894
Infrastructure, plant and equipment	1,858	1,858	1,858	1,858	1,858
Intangibles	729	729	729	729	729
Other	1,133	1,145	1,155	1,169	1,182
<b>Total non-financial assets</b>	<b>6,614</b>	<b>6,626</b>	<b>6,636</b>	<b>6,650</b>	<b>6,663</b>
<b>Total assets</b>	<b>41,462</b>	<b>41,284</b>	<b>41,201</b>	<b>41,157</b>	<b>40,889</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	1,321	1,335	1,347	1,363	1,378
Grants	-	-	-	-	-
Other payables	-	-	-	-	-
<b>Total payables</b>	<b>1,321</b>	<b>1,335</b>	<b>1,347</b>	<b>1,363</b>	<b>1,378</b>
<b>Interest bearing liabilities</b>					
Leases	-	-	-	-	-
Other	-	-	-	-	-
<b>Total interest bearing liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Provisions</b>					
Employees	10,580	10,833	11,183	11,568	11,730
Other	7,730	7,285	6,840	6,395	5,950
<b>Total provisions</b>	<b>18,310</b>	<b>18,118</b>	<b>18,023</b>	<b>17,963</b>	<b>17,680</b>
Liabilities included in disposal groups held for sale	-	-	-	-	-
<b>Total liabilities</b>	<b>19,631</b>	<b>19,453</b>	<b>19,370</b>	<b>19,326</b>	<b>19,058</b>

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

	Actual 2006-07 \$'000	Revised budget 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
<b>EQUITY*</b>					
<b>Parent entity interest</b>					
Contributed equity	8,802	8,802	8,802	8,802	8,802
Reserves	205	205	205	205	205
Retained surpluses or accumulated deficits	12,824	12,824	12,824	12,824	12,824
<b>Total parent entity interest</b>	<b>21,831</b>	<b>21,831</b>	<b>21,831</b>	<b>21,831</b>	<b>21,831</b>
<b>Minority interest</b>					
Contributed equity	-	-	-	-	-
Reserves	-	-	-	-	-
Retained surpluses or accumulated deficits	-	-	-	-	-
<b>Total minority interest</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>21,831</b>	<b>21,831</b>	<b>21,831</b>	<b>21,831</b>	<b>21,831</b>
<b>Current assets</b>	35,981	35,826	35,755	35,717	35,484
<b>Non-current assets</b>	5,481	5,458	5,446	5,440	5,405
<b>Current liabilities</b>	12,325	12,213	12,161	12,134	11,965
<b>Non-current liabilities</b>	7,306	7,240	7,209	7,192	7,093

**Table 3.3: Budgeted departmental statement of cash flows  
(for the period ended 30 June)**

	Actual 2006-07 \$'000	Revised budget 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Goods and services	-	-	-	-	-
Appropriations	60,250	53,683	55,108	55,704	57,434
Interest	-	-	-	-	-
Other	3,790	99	99	99	99
<b>Total cash received</b>	<b>64,040</b>	<b>53,782</b>	<b>55,207</b>	<b>55,803</b>	<b>57,533</b>
<b>Cash used</b>					
Employees	26,118	27,762	26,110	26,821	27,557
Suppliers	34,537	25,010	28,087	27,972	28,966
Grants	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash used</b>	<b>60,655</b>	<b>52,772</b>	<b>54,197</b>	<b>54,793</b>	<b>56,523</b>
<b>Net cash from or (used by) operating activities</b>	<b>3,385</b>	<b>1,010</b>	<b>1,010</b>	<b>1,010</b>	<b>1,010</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment	34	-	-	-	-
Other	-	-	-	-	-
<b>Total cash received</b>	<b>34</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant and equipment	2,766	789	789	789	789
Purchase of intangibles	223	221	221	221	221
Other	-	-	-	-	-
<b>Total cash used</b>	<b>2,989</b>	<b>1,010</b>	<b>1,010</b>	<b>1,010</b>	<b>1,010</b>
<b>Net cash from or (used by) investing activities</b>	<b>(2,955)</b>	<b>(1,010)</b>	<b>(1,010)</b>	<b>(1,010)</b>	<b>(1,010)</b>

**Table 3.3: Budgeted departmental statement of cash flows  
(for the period ended 30 June) (continued)**

	Actual	Revised	Forward	Forward	Forward
	2006-07	budget	estimate	estimate	estimate
	\$'000	2007-08	2008-09	2009-10	2010-11
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations - contributed equity	-	-	-	-	-
Restructuring contribution	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash received</b>	-	-	-	-	-
<b>Cash used</b>					
Repayments of debt	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash used</b>	-	-	-	-	-
<b>Net cash from or (used by) financing activities</b>	-	-	-	-	-
<b>Net increase or (decrease) in cash held</b>	<b>430</b>	-	-	-	-
Cash at the beginning of the reporting period	16	446	446	446	446
<b>Cash at the end of the reporting period</b>	<b>446</b>	<b>446</b>	<b>446</b>	<b>446</b>	<b>446</b>

**Table 3.4: Departmental statement of changes in equity — summary of movement (Budget year 2007-08)**

	Accumulated results \$'000	Asset revaluation reserve \$'000	Other reserves \$'000	Contributed equity/ capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2007</b>					
Balance carried forward from previous period	12,824	205	-	8,802	21,831
Opening balance adjustment	-	-	-	-	-
<b>Adjusted opening balance</b>	<b>12,824</b>	<b>205</b>	<b>-</b>	<b>8,802</b>	<b>21,831</b>
<b>Income and expense</b>					
Income and expenses recognised directly in equity: [list each item, example follows]	-	-	-	-	-
Gain/loss on revaluation of property	-	-	-	-	-
<b>Sub-total income and expense</b>	<b>12,824</b>	<b>205</b>	<b>-</b>	<b>8,802</b>	<b>21,831</b>
Net operating result	-	-	-	-	-
<b>Total income and expenses recognised directly in equity</b>	<b>12,824</b>	<b>205</b>	<b>-</b>	<b>8,802</b>	<b>21,831</b>
<b>Transactions with owners</b>					
<i>Distributions to owners</i>					
Returns of capital					
Restructuring	-	-	-	-	-
Other	-	-	-	-	-
<i>Contribution by owners</i>					
Appropriation (equity injection)	-	-	-	-	-
Other					
Restructuring	-	-	-	-	-
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Transfers between equity components	-	-	-	-	-
<b>Closing balance as at 30 June 2008</b>	<b>12,824</b>	<b>205</b>	<b>-</b>	<b>8,802</b>	<b>21,831</b>

**Table 3.5: Departmental capital budget statement**

	Actual	Revised	Forward	Forward	Forward
	2006-07	budget	estimate	estimate	estimate
	\$'000	2007-08	2008-09	2009-10	2010-11
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>CAPITAL APPROPRIATIONS</b>					
Total equity injections	6,677	-	-	-	-
Total loans	-	-	-	-	-
<b>Total capital appropriations</b>	<b>6,677</b>	-	-	-	-
<b>Represented by:</b>					
Purchase of non-financial assets	6,677	-	-	-	-
Other	-	-	-	-	-
<b>Total represented by</b>	<b>6,677</b>	-	-	-	-
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriation	6,677	-	-	-	-
Funded internally by					
Departmental resources	2,989	1,010	1,010	1,010	1,010
<b>Total</b>	<b>9,666</b>	<b>1,010</b>	<b>1,010</b>	<b>1,010</b>	<b>1,010</b>

**Table 3.6: Departmental property, plant, equipment and intangibles — summary of movement (Budget year 2007-08)**

	Land	Buildings	Other infrastructure plant and equipment	Computer software	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>As at 1 July 2007</b>					
Gross book value	-	17,549	2,655	1,931	22,135
Accumulated depreciation	-	14,655	797	1,202	16,654
<b>Opening net book value</b>	-	<b>2,894</b>	<b>1,858</b>	<b>729</b>	<b>5,481</b>
Additions:					
by purchase	-	728	61	221	1,010
by finance lease	-	-	-	-	-
internally developed	-	-	-	-	-
from acquisitions of entities or operations (including restructuring)	-	-	-	-	-
Revaluations and impairment through equity	-	-	-	-	-
Reclassifications	-	-	-	-	-
Depreciation/amortisation expense	-	728	61	221	1,010
Impairments recognised in operating result	-	-	-	-	-
AEIFRS adjustment	-	-	-	-	-
Disposals:					
from disposal of entities or operations (including restructuring)	-	-	-	-	-
other disposals	-	-	-	-	-
<b>As at 30 June 2008</b>					
Gross book value	-	18,277	2,716	2,152	23,145
Accumulated depreciation	-	15,383	858	1,423	17,664
<b>Closing net book value</b>	-	<b>2,894</b>	<b>1,858</b>	<b>729</b>	<b>5,481</b>

**Table 3.7: Schedule of budgeted income and expenses administered on behalf of government (for the period ended 30 June)**

	Actual 2006-07 \$'000	Revised budget 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
<b>INCOME ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
<b>Taxation</b>					
Income tax	-	-	-	-	-
Indirect tax	-	-	-	-	-
Other taxes, fees and fines	-	-	-	-	-
<b>Total taxation</b>	-	-	-	-	-
<b>Non-taxation</b>					
Goods and services	-	-	-	-	-
Other sources of non-taxation revenues	162	162	162	162	162
<b>Total non-taxation</b>	<b>162</b>	<b>162</b>	<b>162</b>	<b>162</b>	<b>162</b>
<b>Total income administered on behalf of Government</b>	<b>162</b>	<b>162</b>	<b>162</b>	<b>162</b>	<b>162</b>
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Grants	-	-	-	-	-
Subsidies	-	-	-	-	-
Personal benefits	2,997	3,140	3,248	3,380	3,519
Suppliers	-	-	-	-	-
Depreciation and amortisation	-	-	-	-	-
Write down and impairment of assets	-	-	-	-	-
<b>Total expenses administered on behalf of Government</b>	<b>2,997</b>	<b>3,140</b>	<b>3,248</b>	<b>3,380</b>	<b>3,519</b>

**Table 3.8: Schedule of budgeted assets and liabilities administered on behalf of government (as at 30 June)**

The AIRC/AIR has no assets and liabilities administered on behalf of government in the 2007-08 financial year.

**Table 3.9: Schedule of budgeted administered cash flows  
(for the period ended 30 June)**

	Actual	Revised	Forward	Forward	Forward
	2006-07	budget	estimate	estimate	estimate
	\$'000	2007-08	2008-09	2009-10	2010-11
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Income tax	-	-	-	-	-
Indirect tax	-	-	-	-	-
Other taxes, fees and fines	162	162	162	162	162
Sales of goods	-	-	-	-	-
Rendering of services	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash received</b>	<b>162</b>	<b>162</b>	<b>162</b>	<b>162</b>	<b>162</b>
<b>Cash used</b>					
Grant payments	-	-	-	-	-
Subsidies paid	-	-	-	-	-
Personal benefits	2,997	3,140	3,248	3,380	3,519
Suppliers	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash used</b>	<b>2,997</b>	<b>3,140</b>	<b>3,248</b>	<b>3,380</b>	<b>3,519</b>
<b>Net cash from (or used by) operating activities</b>	<b>(2,835)</b>	<b>(2,978)</b>	<b>(3,086)</b>	<b>(3,218)</b>	<b>(3,357)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment and intangibles	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash received</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant and equipment and intangibles	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash used</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash from investing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Table 3.9: Schedule of budgeted administered cash flows  
(for the period ended 30 June) (continued)**

	Actual	Revised	Forward	Forward	Forward
	2006-07	budget	estimate	estimate	estimate
	\$'000	2007-08	2008-09	2009-10	2010-11
		\$'000	\$'000	\$'000	\$'000
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Cash from Official Public Account	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash received</b>	-	-	-	-	-
<b>Cash used</b>					
Cash to Official Public Account	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash used</b>	-	-	-	-	-
<b>Net cash from financing activities</b>	-	-	-	-	-
<b>Net increase or (decrease) in cash held</b>	(2,835)	(2,978)	(3,086)	(3,218)	(3,357)
Cash at beginning of reporting period	-	-	-	-	-
Cash from Official Public Account for:					
- appropriations	2,997	3,140	3,248	3,380	3,519
- special accounts	-	-	-	-	-
Cash to Official Public Account for:					
- appropriations	(162)	(162)	(162)	(162)	(162)
- special accounts	-	-	-	-	-
<b>Cash at end of reporting period</b>	-	-	-	-	-

**Table 3.10: Schedule of administered capital budget**

The Australian Industrial Relations Commission/ Australian Industrial Registry has no administered capital budget.

**Table 3.11: Schedule of administered property, plant, equipment and intangibles  
— summary of movement (Budget year 2007-08)**

The Australian Industrial Relations Commission/ Australian Industrial Registry has no administered property, plant, equipment or intangibles.

## **NOTES TO THE FINANCIAL STATEMENTS**

### **Accounting Policy**

The budgeted financial statements have been prepared in accordance with the requirements of the Finance Minister's Orders issued by the Minister for Finance and Deregulation.

The statements have been prepared:

- on an accrual accounting basis;
- in compliance with Australian Accounting Standards and Australian Equivalents to International Financial Reporting Standards (AEIFRS) and other authoritative pronouncements of the Australian Accounting Standards Board and the Consensus Views of the Urgent Issues Group.

### **Departmental Revenue from Government**

Revenue from government represents the purchase of outputs from the Australian Industrial Relations Commission/Australian Industrial Registry by the government. The changes reflected in the ordinary annual appropriations are a result of those new measures and variations that are explained in Section 1: Agency overview and resources, variations and measures.

### **Departmental Revenue from Other Sources**

Revenue from the sale of goods and services is recognised upon the delivery of the goods or services to customers.

### **Departmental Expenses – Employees**

This item represents payments made and net increases or decreases in entitlements owed to employees for their services provided in the financial year.

### **Departmental Expenses – Suppliers**

This item represents payments to suppliers for goods and services.

### **Departmental Expenses – Depreciation and Amortisation**

Property, plant and equipment assets are written-off to their estimated residual values over their estimated useful lives to the Australian Industrial Relations Commission/Australian Industrial Registry using, in all cases, the straight-line method of depreciation.

Computing equipment assets are depreciated over their useful lives between three and seven years. Office machines are depreciated over five years (20 per cent). Leasehold

improvements are amortised on a straight-line basis over the lesser of the estimated useful life of the improvements or the unexpired period of the lease.

Forward estimates of depreciation expense are made using forecasts of net capital acquisition requirements over the forward years.

### **Departmental Assets – Financial Assets – Receivables**

Receivables represent amounts owing to the Australian Industrial Relations Commission/Australian Industrial Registry for goods and services it has provided to external parties and cash reserves held in the Official Public Account.

### **Departmental Assets – Non-Financial Assets**

These items represent future economic benefits that the Australian Industrial Relations Commission/Australian Industrial Registry will consume in producing outputs. Apart from re-valued assets, the reported value represents the purchase price paid less depreciation incurred to date in using that asset.

Land and Buildings, and Infrastructure, Plant and Equipment are initially brought to account at cost, except for purchases costing less than \$2,000, which are expensed in the year of acquisition (other than where they form part of the group of similar items which are significant in total).

Computer software, disclosed in the Departmental Balance Sheet as Intangibles, are expensed in the year of acquisition except for purchases or internally developed software costing more than \$200,000 which are capitalised at cost.

The Australian Industrial Relations Commission/Australian Industrial Registry annually reassesses and adjusts the values of Land and Buildings (leasehold improvements), Infrastructure, Plant and Equipment.

### **Departmental Liabilities – Provisions – Employees**

Provision has been made for the Australian Industrial Relations Commission/Australian Industrial Registry's liability for employee entitlements arising from services rendered by Australian Industrial Commission Members and Australian Industrial Registry employees to balance date. This liability encompasses unpaid wages and salaries, annual and long service leave and Judges' leave. No provision is made for sick leave.

The liability for leave expected to be settled within 12 months has been measured at the nominal amount.

Other employee entitlements payable later than one year have been estimated at the present value of the expected future cash outflows in relation to those entitlements. Attrition rates and pay rises through promotion and wage/salary agreements have been taken into account.

**Departmental Liabilities – Payables – Suppliers**

This item mainly comprises trade creditors and operating lease rentals.

**Administered Items**

Administered assets, liabilities, revenues and expenses are those items which are controlled by the Government and managed, or overseen, by the Australian Industrial Relations Commission/Australian Industrial Registry on behalf of the Government. The only administered item is the collection of termination of employment lodgement fees.

