

Food Standards Australia New Zealand

Health and Ageing Portfolio Agency

Section 1: Overview	320
Section 2: Resources for 2007-08	321
2.1: Appropriations and Other Resources.....	321
2.2: 2007-08 Budget Measures.....	321
2.3: Other Revenue Available to be Used.....	322
2.4: Movements of Administered Funds	322
2.5: Special Appropriations	322
2.6: Movement in Special Accounts.....	322
Section 3: Outcome Objectives	323
3.1: Summary of Outcome and Contribution to Outcome.....	323
3.2: Outcome – Departmental and Administered Appropriations	323
3.3: Outcome Summary	324
Section 4: Other Reporting Requirements	329
4.1: Purchaser-Provider Arrangements	329
4.2: Cost Recovery Arrangements.....	329
Section 5: Budgeted Financial Statements	330
5.1: Analysis of Budgeted Financial Statements	330
5.2: Budgeted Financial Statements Tables	331
5.3: Notes to the Financial Statements.....	339

FSANZ

Section 1: Overview

The Australian and New Zealand Governments established the Food Standards Australia New Zealand (FSANZ) as an independent statutory agency under the *Food Standards Australia New Zealand Act 1991*. Working within an integrated food regulatory system involving the governments of Australia and the New Zealand Government, FSANZ sets food standards for the two countries.

FSANZ has a role in maintaining a safe food supply in Australia and New Zealand, in order to: assist in protecting public health and safety; ensure the provision of adequate information relating to food to enable informed consumer choice; and assist in preventing misleading and deceptive conduct.

FSANZ also has a responsibility to help stimulate and support growth and innovation in the food industry, and to ensure that food regulatory measures are consistent with international obligations.

To achieve broad community support for its work and public confidence in its regulatory decisions, FSANZ maintains strong collaborative arrangements with its government partners and with primary producers and processors, manufacturers, retailers, consumer organisations, public health bodies and other key stakeholder groups.

FSANZ, on behalf of the Australian Government, develops food standards, and joint codes of conduct with industry, covering the content and labelling of food sold in Australia and New Zealand. Food standards provide the minimum regulatory burden necessary for the maintenance of a safe food supply and to adequately inform consumers. In addition, the agency develops Australia-only food standards addressing food safety issues, including requirements for primary production and maximum residue limits for agricultural and veterinary drug residues.

FSANZ also undertakes a range of other functions in Australia, such as national coordination of food surveillance and food recall systems, providing food handling advice to consumers, conducting research, and supporting the Australian Quarantine and Inspection Service in the control of imported foods.

1.1: SUMMARY OF AGENCY OUTCOME AND OUTPUTS

The products and services delivered by FSANZ which contribute to the achievement of its outcome are summarised in Table 1.1.

Table 1.1: Agency Outcome and Output Groups

Outcome	Output Groups
A safe food supply and well-informed consumers	Output Group 1 – Regulatory Activity
	Output Group 2 – Services to the Minister and Parliament

Section 2: Resources for 2007-08

2.1: APPROPRIATIONS AND OTHER RESOURCES

Table 2.1 shows the total resources from all origins for 2007-08, including appropriations. The table summarises how resources will be applied by outcome, administered and departmental classification.

The total resourcing for FSANZ in the 2007-08 Budget is \$21.886 million. This includes capital funding of \$0.630 million.

Table 2.1: Appropriations and Other Resources 2007-08 ('000)

	Appropriations				Receipts	Total
	Bill No. 1	Bill No. 2		Special	Total	
	\$'000	SPP \$'000	Other (a) \$'000	approp \$'000	approp \$'000	(b) \$'000
Food Standards Australia and New Zealand (FSANZ)						
Administered	-	-	-	-	-	-
Departmental	18,093	-	-	-	18,093	3,163
Total FSANZ	18,093	-	-	-	18,093	3,163
Departmental capital (equity injections)	-	-	630	-	630	-
Total resources	18,093	-	630	-	18,723	3,163

(a) Includes new administered expenses and administered assets and liabilities.

(b) Departmental and administered receipts from other sources that are available to be spent.

2.2: 2007-08 BUDGET MEASURES

Budget measures relating to FSANZ as explained in *Budget Paper No.2, Budget Measures 2007-08*¹ are summarised in Table 2.2.

Table 2.2: FSANZ Measures

	2007-08	2008-09	2009-10	2010-11
	\$'000	\$'000	\$'000	\$'000
Food Standards Australia New Zealand - continue and increase funding				
Departmental	2,966	2,998	3,033	3,064
Capital	630	-	-	-
Total	3,596	2,998	3,033	3,064

¹ Available on the Australian Government website at: <www.budget.gov.au>.

2.3: OTHER REVENUE AVAILABLE TO BE USED

Table 2.3 provides details of resources obtained by FSANZ for the provision of goods or services. These resources are approved for use by FSANZ and are included in Table 2.1.

Table 2.3: Other Revenue Available to be Used

	Estimated revenue 2006-07 \$'000	Budget estimate 2007-08 \$'000
Departmental other revenues		
Sale of goods and services to the New Zealand Government	1,711	1,700
Other sales of goods and services	1,902	1,463
Total departmental other revenues available to be used	3,613	3,163

2.4: MOVEMENTS OF ADMINISTERED FUNDS

2.5: SPECIAL APPROPRIATIONS

2.6: MOVEMENTS IN SPECIAL ACCOUNTS

Sections 2.4 to 2.6 are not applicable to FSANZ.

Section 3: Outcome Objectives

General Government Sector agencies are required to plan, budget and report under an outcome structure. General Government Sector agencies produce outputs (departmental outputs) and also administer activities and programs on behalf of the government (administered programs).

This section summarises how the resources identified in Section 2 will be used to contribute to the outcome for FSANZ. Emphasis is placed on estimating the contribution to the outcome through outputs delivered by FSANZ. Key performance measures and performance evaluation activities are specified for the outcome. More detailed information on the outputs attributes is maintained by FSANZ for internal management purposes.

3.1: SUMMARY OF OUTCOME AND CONTRIBUTION TO OUTCOME

The relationship between activities of FSANZ and its outcome is summarised in Figure 1.

Figure 1: Contributions to Outcome

Food Standards Australia New Zealand			
Acting Chief Executive Officer – Mr Dean Stockwell			
Outcome – A safe food supply and well-informed consumers			
	Total price of outputs		\$21.256m
	Total departmental appropriations		\$18.093m
	Total administered appropriations		\$0
Output Group 1		Total price of outputs	\$20.580m
Regulatory Activity			
Output Group 2		Total price of outputs	\$0.676m
Services to the Minister and Parliament			



3.2: OUTCOME – DEPARTMENTAL AND ADMINISTERED APPROPRIATIONS

Departmental Appropriations by Outcome

FSANZ has total departmental appropriations of \$18.093 million in 2007-08, plus capital appropriations of \$0.630 million, bringing the overall total to \$18.723 million.

Administered Appropriations by Outcome

FSANZ does not receive any administered appropriation.

3.3: OUTCOME SUMMARY

The Australian Government is committed to ensuring a safe food supply and well-informed consumers in Australia. This is primarily achieved through the development of world class food standards supported by maintaining collaborative arrangements with stakeholders such as primary producers and processors, manufacturers, retailers, consumer organisations and public health bodies.

The Year Ahead

In 2007-08, the Australian Government will continue funding FSANZ to work with government partners and stakeholders to ensure consumers have confidence in the safety of food in Australia.

This will be achieved by continuing to develop food standards that achieve high levels of protection and information for the community, while minimising the burden on industry whenever possible.

Key Strategic Directions for 2007-08

During 2007-08, FSANZ will:

- continue to develop and maintain effective food standards;
- further enhance the evidence base for standard setting;
- strengthen and evaluate levels of engagement with consumers and other stakeholders;
- collaborate with regulatory partners in producing a seamless food regulatory system; and
- strengthen its capacity to identify and respond to emerging scientific issues related to food.

Major Activities

Effective Food Standards

The Australian Government is committed to ensuring effective standards for the food that Australians consume. In 2007-08, the Government will provide FSANZ with additional funding to enable it to develop new standards to respond to new technologies, support food industry innovation, and improve its scientific evidence base. During the year, FSANZ will finalise a number of standards with advice from the Australia and New Zealand Food Regulation Ministerial Council and in compliance with sound regulatory practice. These include a system for allowing manufacturers to make nutrition, health and related claims, and primary production and processing standards for poultry meat, and for eggs and egg products.

In addition, FSANZ will progress the consideration of mandatory fortification of certain foods with folic acid and iodine, and primary production and processing requirements for raw milk and raw milk cheeses, plants and plant products, and meat. FSANZ will also commence reviews of labelling provisions and nutrient reference values in the Food Standards Code.

Evidence Based Standards

All standards setting undertaken by FSANZ is underpinned by the *FSANZ Act 1991*. This ensures that standards developed as part of the food regulatory system are consistent with the best available scientific evidence. In continuing this approach in 2007-08, FSANZ will further enhance interaction with the World Health Organization, the Codex Alimentarius Commission and the Food and Agriculture Organization, as well as strengthen the nation's public health nutrition and economic capacities on behalf of the Australian Government.

FSANZ will also implement the next phase of the Science Strategy 2006-09 to enable the systematic collection of nutrient and economic data. FSANZ will collaborate with other organisations to obtain and share data and methodology.

Consumers and Other Stakeholders

FSANZ considers stakeholder engagement warrants greater attention in response to the increased awareness of food regulatory issues. FSANZ also plans to review the efficacy of the Consumer Liaison Committee, and advisory and expert committees.

Collaborating Effectively with Regulatory Partners

The food regulatory system is complex in terms of bi-national, government, state, territory and local government relationships. FSANZ fosters strong relationships with jurisdictions to support industry and community confidence in a robust food regulatory system. In progressing this, FSANZ undertakes to review the terms of reference for, and efficacy of, the Jurisdictional Forum and enhance the discussion platform of the Science Network Forum.

Identification and Response to Emerging Scientific Issues

FSANZ utilises information from a broad range of sources such as the International Food Chemical Safety Licensing Group. The group includes representation from other food regulatory agencies in order to keep pace with emerging food issues in both the domestic and international arenas. Emerging public health and safety issues are raised both internally and with the Science Network Forum. To ensure information is current, FSANZ will make the best use of information technology to access scientific data and support the evidence base for our scientific assessments.

FSANZ will provide stakeholders with regular media releases on its position regarding emerging issues, and new scientific initiatives addressing food-related issues. FSANZ will continue discussions with stakeholders in the area of trans-fat content in food and implications for the food supply.

FSANZ Resourcing

Table 3.1 shows how the 2007-08 Budget appropriations translate to total resourcing for FSANZ, including revenue from government (appropriation), revenue from other sources, and the total price of outputs.

Table 3.1: Total Resources for FSANZ

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000
Departmental revenue		
Total revenue from government (appropriations) contributing to price of departmental outputs	15,039	18,093
Total revenue from other sources	3,613	3,163
Total price of departmental outputs <i>(Total revenue from government and from other sources)</i>	18,652	21,256
Departmental revenue by output group		
Output Group 1 - Regulatory Activity	18,180	20,580
Output Group 2 - Services to the Minister and Parliament	472	676
Total price of departmental outputs <i>(Total revenue from government and from other sources)</i>	18,652	21,256
Total estimated resourcing for FSANZ <i>(Total price of outputs and administered appropriations)</i>		
	18,652	21,256
	2006-07	2007-08
Average Staffing Level (number)	127	132

Contribution of Administered Programs

There are no administered programs for FSANZ in 2007-08.

Contribution of Departmental Outputs

Output Group 1 – Regulatory Activity

Includes:

- effective and appropriate food standards and regulatory measures;
- informed stakeholders who engage in and contribute to the standards setting process;
- enhanced organisational capability and capacity to support the timeliness and rigour of FSANZ's standards setting processes; and
- best practice corporate governance arrangements.

Output Group 2 – Services to the Minister and Parliament

Includes:

- ministerial and Parliamentary briefings and reports; and
- provision of an annual report to Parliament on FSANZ’s operation under the *FSANZ Act 1991*.

Performance Information for FSANZ

Performance information for individual outputs and output groups relating to FSANZ are summarised in Table 3.2.

Table 3.2: Key Performance Information for FSANZ

Performance Information for Departmental Outputs

Indicator	Measured by	Reference Point or Target
Output Group 1 – Regulatory Activity		
Effective and appropriate food standards and regulatory measures.	Rigorous evidence-based assessment for food regulatory measures. Evaluation of food standards.	100% of risk management decisions supported by evidence-based assessments. Effectiveness of key standards reviewed within 5 years of implementation.
Informed stakeholders who engage in and contribute to the standards setting process.	Actively listening to, acknowledging and responding to stakeholder input.	High levels of engagement by and satisfaction of consumers with the performance of FSANZ.
Enhanced organisational capability and capacity to support the timeliness and rigour of FSANZ’s standard setting processes.	Development of skills and systems supporting the effective and appropriate use of internal and external resources to support the standards setting processes of FSANZ.	FSANZ has an appropriately skilled workforce which enables the standard setting process.
Best practice corporate governance arrangements.	Ensuring the continued relevance and currency of our corporate governance policies and practices.	Full compliance with statutory and other external reporting requirements including governance processes through internal and external audits.
Price: \$20.580m		



Indicator	Measured by	Reference Point or Target
Output Group 2 – Services to the Minister and Parliament		
Timely, accurate and relevant ministerial and parliamentary briefings.	Parliamentary Secretary to provide an assessment of FSANZ's performance.	Satisfaction of Parliamentary Secretary with the quality and timeliness of advice provided.
Price: \$0.676m		

Evaluations

FSANZ does not plan to undertake any evaluations in 2007-08.

Major Reviews

FSANZ does not plan to undertake any major reviews in 2007-08.

Performance Improvement Initiatives

Streamlining and Prioritisation

FSANZ is currently developing criteria and a weighting system to enable it to prioritise work. This will greatly assist in the allocation of resources to projects and will provide greater transparency in the way FSANZ conducts its operations. The Workplan Prioritisation Tool will be especially useful when applied to proposals to amend the Food Standards Code raised by FSANZ itself.

In addition, FSANZ is re-evaluating its risk analysis processes as part of a review of the way that it handles applications, mainly from industry, to change the Code. The intention is to remove obstacles that inhibit progress and to ensure that internal systems are operating as efficiently as possible. Together with the prioritisation work, this review should lead to business systems that have the capacity to meet stakeholder expectations of timeliness and responsiveness.

Section 4: Other Reporting Requirements

4.1: PURCHASER-PROVIDER ARRANGEMENTS

FSANZ has no purchaser-provider arrangements to report in 2007-08.

4.2: COST RECOVERY ARRANGEMENTS

FSANZ recovers the cost of processing applications to amend the Food Standards Code, for which the applicant has an exclusive, capturable commercial benefit as defined in the *FSANZ Act 1991*. In addition, applicants can opt to pay the full cost of processing an application in order to have the work commence once the full fee has been paid.

FSANZ also collects royalties on publications. This and other minor cost recovered activities, and a number of one-off special projects on behalf of other government agencies, will provide a small amount of revenue.

Summary of Cost Recovery Impact Statement

As FSANZ is classified as a non-material agency under the Australian Government's cost recovery policy, it is not required to produce a cost recovery impact statement.

Section 5: Budgeted Financial Statements

5.1: ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

An analysis of FSANZ's budgeted financial statements is provided below.

Departmental

Income Statement

FSANZ has projected an operating loss of \$2.647m in 2006-07. This is a result of the increased workload being experienced by the authority. FSANZ is a demand driven organisation that has legislative obligations to respond to external requests to develop or amend standards. FSANZ can meet this loss from its reserves. FSANZ will receive \$12.691m over four years for the 2007-08 Budget measure: FSANZ – continue and increase funding.

Revenues

Appropriation revenues will reflect the allocation of funding for a more responsive food regulator measure with an increase for 2007-08 to 2010-11 compared to 2006-07.

Revenue from other sources of \$3.163m in 2007-08 is expected to remain stable across the forward years. The revenue from other sources is received primarily from the New Zealand Government (\$1.7m), cost recovery arrangements for the processing of paid applications to amend the food standards code (\$0.6m), interest (\$0.6m) and other (\$0.263m).

Expenses

Total expenses in 2006-07 is anticipated to be \$21.299m due to the higher workload being experienced by FSANZ.

Employee expenses will increase across the forward years to reflect increase staff numbers to meet workload and collectively agreed pay increases.

Supplier expenses will decrease from 2006-07 to 2007-08 and are expected to continue to decrease in the forward years.

Depreciation and amortisation expenses are expected to increase in the forward years in line with increased capital expenditure in 2007-08.

Balance Sheet

As a result of the operating loss in 2006-07 the cash balance is expected to decrease and then slightly increase over the forward years.

Property Plant and Equipment is expected to increase in 2007-08 in line with projected capital expenditure. A decrease is then anticipated across future years as the assets continue to provide service over their useful lives.

Employee provisions are expected to increase slightly over the forward years continuing the trend in recent years.

5.2: BUDGETED FINANCIAL STATEMENTS TABLES

Table 5.1: Budgeted Departmental Income Statement (for the period ended 30 June)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
Income					
Revenues from ordinary activities					
Appropriation revenues	15,039	18,093	17,528	17,862	18,036
Other revenues from related entities	-	-	-	-	-
Goods and services	1,312	863	863	663	663
Interest	590	600	600	600	600
Dividends	-	-	-	-	-
Resources received free of charge	-	-	-	-	-
Rents	-	-	-	-	-
Royalties	-	-	-	-	-
Correction of fundamental error	-	-	-	-	-
Other	1,711	1,700	1,700	1,700	1,700
Revenues from ordinary activities	18,652	21,256	20,691	20,825	20,999
EXPENSE					
Expenses from ordinary activities (excluding borrowing costs expense)					
Employees	12,664	13,585	14,042	14,518	15,013
Suppliers	8,414	7,421	6,279	5,937	5,616
Grants	-	-	-	-	-
Subsidies	-	-	-	-	-
Depreciation and amortisation	221	250	370	370	370
Correction of fundamental error	-	-	-	-	-
Other	-	-	-	-	-
Expenses from ordinary activities (excluding borrowing costs expense)	21,299	21,256	20,691	20,825	20,999
Operating surplus or (deficit) from ordinary activities	(2,647)	-	-	-	-
Net credit or (debit) to asset revaluation reserve	-	-	-	-	-
Total changes in equity other than those resulting from transactions with owners as owners	(2,647)	-	-	-	-

Table 5.2: Budgeted Departmental Balance Sheet (as at 30 June)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
ASSETS					
Financial assets					
Cash	3,924	3,521	3,853	4,071	4,284
Receivables	100	100	100	100	100
Investments accounted for under the equity method	-	-	-	-	-
Other investments	-	-	-	-	-
Accrued revenues	-	-	-	-	-
Other financial assets	-	-	-	-	-
Total financial assets	4,024	3,621	3,953	4,171	4,384
Non-financial assets					
Land and buildings	257	762	636	510	384
Infrastructure, plant and equipment	466	417	370	330	300
Investment properties	-	-	-	-	-
Heritage and cultural assets	-	-	-	-	-
Inventories	-	-	-	-	-
Intangibles	4	2	1	-	-
Other non-financial assets	34	34	34	34	34
Total non-financial assets	761	1,215	1,041	874	718
Total assets	4,785	4,836	4,994	5,045	5,102
LIABILITIES					
Interest bearing liabilities					
Loans	-	-	-	-	-
Leases	-	-	-	-	-
Overdraft	-	-	-	-	-
Total interest bearing liabilities	-	-	-	-	-
Provisions					
Employees	2,672	2,777	2,886	2,998	3,104
Other provisions	-	-	-	-	-
Total provisions	2,672	2,777	2,886	2,998	3,104
Payables					
Suppliers	1,834	1,150	1,199	1,137	1,089
Grants	-	-	-	-	-
Dividends	-	-	-	-	-
Borrowing costs	-	-	-	-	-
Other payables	-	-	-	-	-
Total payables	1,834	1,150	1,199	1,137	1,089
Total liabilities	4,506	3,927	4,085	4,136	4,193

Table 5.2: Budgeted Departmental Balance Sheet (as at 30 June) (cont)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
EQUITY					
Parent entity interest					
Contributed equity	761	1,391	1,391	1,391	1,391
Reserves	259	259	259	259	259
Statutory funds	-	-	-	-	-
Retained surpluses or accumulated deficits	(741)	(741)	(741)	(741)	(741)
Total parent entity interest	279	909	909	909	909
Outside equity interest					
Contributed equity	-	-	-	-	-
Reserves	-	-	-	-	-
Retained surpluses or accumulated deficits	-	-	-	-	-
Total outside equity interest	-	-	-	-	-
Total equity	279	909	909	909	909
Current assets	3,589	3,627	3,746	3,784	3,827
Non-current assets	1,196	1,209	1,249	1,261	1,276
Current liabilities	2,794	2,435	2,533	2,564	2,600
Non-current liabilities	1,712	1,492	1,552	1,572	1,593

Table 5.3: Budgeted Departmental Statement of Cash Flows (for the period ended 30 June)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	1,312	863	863	663	663
Appropriations	15,039	18,093	17,528	17,862	18,036
Interest	590	600	600	600	600
Dividends	-	-	-	-	-
Other	1,711	1,700	1,700	1,700	1,700
Extraordinary items	-	-	-	-	-
Total cash received	18,652	21,256	20,691	20,825	20,999
Cash used					
Employees	12,763	13,480	13,933	14,405	14,907
Suppliers	8,358	8,104	6,321	5,977	5,654
Grants	-	-	-	-	-
Borrowing costs	-	-	-	-	-
Other	-	-	-	-	-
Extraordinary items	-	-	-	-	-
Total cash used	21,121	21,584	20,254	20,382	20,561
Net cash from or (used by) operating activities	(2,469)	(328)	437	443	438
INVESTING ACTIVITIES					
Cash received					
Purchase of property, plant, equipment and intangibles	-	-	-	-	-
Proceeds from sales of financial instruments	-	-	-	-	-
Bills of exchange and promissory notes	-	-	-	-	-
Repayments of loans made	-	-	-	-	-
Investments (s.39 FMA Act; s.18 CAC Act; s.19 CAC Act)	-	-	-	-	-
Other	-	-	-	-	-
Extraordinary items	-	-	-	-	-
Total cash received	-	-	-	-	-
Cash used					
Purchase of property, plant equipment and intangibles	342	705	105	225	225
Purchase of financial instruments	-	-	-	-	-
Bills of exchange and promissory notes	-	-	-	-	-
Loans made	-	-	-	-	-
Other	-	-	-	-	-
Extraordinary items	-	-	-	-	-
Total cash used	342	705	105	225	225
Net cash from or (used by) investing activities	(342)	(705)	(105)	(225)	(225)

Table 5.3: Budgeted Departmental Statement of Cash Flows (for the period ended 30 June) (cont)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	-	630	-	-	-
Proceeds from issuing financial instruments	-	-	-	-	-
Proceeds from loans	-	-	-	-	-
Other	-	-	-	-	-
Extraordinary items	-	-	-	-	-
Total cash received	-	630	-	-	-
Cash used					
Repayments of debt	-	-	-	-	-
Capital use charge paid	-	-	-	-	-
Dividends paid	-	-	-	-	-
Other	-	-	-	-	-
Extraordinary items	-	-	-	-	-
Total cash used	-	-	-	-	-
Net cash from/(used by) financing activities	-	630	-	-	-
Net increase or (decrease) in cash held					
Cash at the beginning of the reporting period	(2,811)	(403)	332	218	213
Effect of exchange rate movements on cash at the beginning of reporting period	6,353	3,924	3,521	3,853	4,071
	382	-	-	-	-
Cash at the end of the reporting period	3,924	3,521	3,853	4,071	4,284

Table 5.4: 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
Opening balance as at 1 July 2007					
Balance carried forward from previous period	(741)	259	-	761	279
Adjustment for changes in accounting policies	-	-	-	-	-
Adjusted opening balance	(741)	259	-	761	279
Income and expense					
Income and expenses recognised directly in equity:					
Gain/loss on revaluation of property	-	-	-	-	-
Sub-total income and expense	-	-	-	-	-
Net operating result	-	-	-	-	-
Total income and expenses recognised directly in equity	(741)	259	-	761	279
Transactions with owners					
<i>Distribution to owners</i>					
Returns on capital					
Dividends	-	-	-	-	-
Restructuring	-	-	-	-	-
Other	-	-	-	-	-
<i>Contribution by owners</i>					
Appropriation (equity injection)	-	-	-	630	630
Other:					
Restructuring	-	-	-	-	-
Sub-total transactions with owners	-	-	-	630	630
Transfers between equity components					
	-	-	-	-	-
Estimated closing balance as at 30 June 2008	(741)	259	-	1,391	909

Table 5.5: Department Capital Budget Statement

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	-	630	12	-	-
Total loans	-	-	-	-	-
Total capital appropriations	-	630	12	-	-
Represented by:					
Purchase of non-financial assets	-	630	12	-	-
Other	-	-	-	-	-
Total represented by	-	630	12	-	-
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	-	630	12	-	-
Funded internally by					
Departmental resources	342	75	93	225	225
Total	342	705	105	225	225

Table 5.6: 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
As at 1 July 2007					
Gross book value	-	525	638	235	1,398
Accumulated depreciation	-	269	172	231	672
Opening net book value	-	256	466	4	726
Additions:					
by purchase	-	630	75	-	705
by finance lease	-	-	-	-	-
from acquisitions of entities or operations (including restructuring)	-	-	-	-	-
Net revaluation increment/decrement	-	-	-	-	-
Reclassifications	-	-	-	-	-
Depreciation/amortisation expense	-	124	124	2	250
Recoverable amount write-downs	-	-	-	-	-
Other movements	-	-	-	-	-
Disposals:					
from disposal of entities or operations (including restructuring)	-	-	-	-	-
other disposals	-	-	-	-	-
As at 30 June 2008					
Gross book value	-	1,155	713	235	2,103
Accumulated depreciation	-	393	296	233	922
Estimated closing net book value	-	762	417	2	1,181

5.3: NOTES TO THE FINANCIAL STATEMENTS

The budgeted financial statements for FSANZ are prepared for the Budget year, previous year and three forward years.

Departmental Financial Statements

Budgeted Departmental Income Statement (for the period ended 30 June)

This statement provides a picture of the expected financial results for FSANZ by identifying full accrual expenses and revenues. This highlights whether the FSANZ is operating at a sustainable level.

Budgeted Departmental Balance Sheet (as at 30 June)

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

Budgeted Departmental Statement of Cash Flows (for the period ended 30 June)

Budgeted cash flows as reflected in the statement of cash flows, provide important information on the extent and nature of cash flows by characterising them into expected cash flows from operating activities, investing activities and financing activities.

Departmental Statement of Changes in Equity – Summary of Movement (Budget year 2007-08)

This table shows the movements in equity during the Budget year.

Departmental Capital Budget Statement

The capital Budget statement shows all planned capital expenditure on non-financial assets, whether funded through capital appropriations for additional equity, borrowings or from funds from internal sources.

Departmental Property, Plant, Equipment and Intangibles – Summary of Movement (Budget year 2007-08)

This table shows budgeted acquisitions and disposals of the FSANZ's non financial assets during the Budget year.