
Part C
Section 1

**AGENCY ADDITIONAL
ESTIMATES STATEMENTS**

**BUREAU
OF
METEOROLOGY**

SECTION 1 – AGENCY OVERVIEW

There have been no changes to the role or structure of the Bureau of Meteorology since the 2004–05 Portfolio Budget Statements.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

ANNUAL APPROPRIATIONS

The Bureau of Meteorology is seeking a net increase of **\$0.308m** in departmental outputs appropriation. The increase relates to the following items:

- \$0.462m increase for the establishment of the National Tidal Centre;
- \$0.282m **reduction** for Comcover premium rates; and
- \$0.128m increase for implementation of the Government Procurement Chapter of the Australia-United States Free Trade Agreement.

The Bureau of Meteorology will also receive a departmental equity injection through *Appropriation Bill (No.4) 2004–05* of **\$0.300m** representing funds for replacement of assets for the National Tidal Centre. This funding will be fully offset through contributions from portfolios and agencies which benefit from the National Tidal Centre's services.

Further details of these variations are provided in Section 2.

MEASURES SINCE THE 2004–05 BUDGET

National Tidal Centre – additional funding

	2004–05	2005–06	2006–07	2007–08
	\$'000	\$'000	\$'000	\$'000
Bureau of Meteorology	762	762	762	412

Australian-United States Free Trade Agreement

	2004–05	2005–06	2006–07	2007–08
	\$'000	\$'000	\$'000	\$'000
Bureau of Meteorology	128	0	0	0

ADDITIONAL ESTIMATES VARIATIONS**Additional Estimates and Variations – Measures**

	2004–05 (\$'000)	2005–06 (\$'000)	2006–07 (\$'000)	2007–08 (\$'000)
Outcome 1				
<i>Variations in departmental appropriations</i>				
National Tidal Centre *	462	462	462	412
Australian-United States Free Trade Agreement	128			
Measures in departmental appropriations for Outcome 1 Appropriation Bill 3	590	462	462	412
Equity Injections – National Tidal Centre	300	300	300	0
Measures in departmental appropriations for Outcome 1 Appropriation Bill 4	300	300	300	0
TOTAL VARIATIONS MEASURES FOR OUTCOME 1 (a)	890	762	762	412

* Appropriations for the Bureau have increased for this measure, however the National Tidal Centre is a cross-portfolio measure with no fiscal impact across the Commonwealth as it is fully offset through contributions from portfolios and agencies which benefit from the National Tidal Centre's services (Agriculture, Fisheries and Forestry, Attorney-General's, Defence, Education, Science and Training, Environment and Heritage, Industry, Tourism and Resources, Transport and Regional Services)

OTHER VARIATIONS TO APPROPRIATIONS**Additional Estimates and Variations – Other Variations to Appropriations**

	2004–05 (\$'000)	2005–06 (\$'000)	2006–07 (\$'000)	2007–08 (\$'000)
Outcome 1				
<i>Variations in departmental appropriations</i>				
Comcover Premium Supplementation Clawback	(282)			
Indexation		888	1,214	1,472
Updated estimates of depreciation expense		1,427	1,585	1,226
Other Variations in departmental appropriations for Outcome 1 Appropriation Bill 3	(282)	2,315	2,799	2,698
TOTAL OTHER VARIATIONS FOR OUTCOME 1 (b)	(282)	2,315	2,799	2,698
TOTAL VARIATIONS (a + b)	608	3,077	3,561	3,110

OUTCOME AND OUTPUT GROUPS FOR THE AGENCY

	DEPARTMENTAL OUTPUTS			
	Revised Total Price of Outputs \$'000	Variation to Price of Outputs \$'000	Revised Outputs Approp \$'000	2004–05 Additional Estimate \$'000
BUREAU OF METEOROLOGY	207,997	2,713	190,755	308
Outcome 1 – <i>Australia benefits from meteorological and related science and services</i>				
1.1 Meteorological and Related Data	118,881	174	116,509	(95)
1.2 Meteorological and Related Research	10,997	1,890	10,058	(6)
1.3 Meteorological and Related Services and Products	75,570	674	61,639	411
1.4 International Meteorological Activities	2,549	(25)	2,549	(2)
TOTAL OUTCOME	207,997	2,713	190,755	308

TABLE 1.1 SUMMARY OF MEASURES SINCE THE 2004–05 BUDGET

Measure	Outcome	Output Groups Affected	Departmental Appropriations			
			2004–05 \$'000	2005–06 \$'000	2006–07 \$'000	2007–08 \$'000
National Tidal Centre *	<i>1</i>	<i>1.3</i>	762	762	762	412
Australian-United States Free Trade Agreement	<i>1</i>	<i>All</i>	128	0	0	0

* Appropriations for the Bureau have increased for this measure through Appropriations Bills 3 and 4. The National Tidal Centre is a cross-portfolio measure with no fiscal impact across the Commonwealth as it is fully offset through contributions from portfolios and agencies which benefit from the National Tidal Centre's services (Agriculture, Fisheries and Forestry, Attorney-General's, Defence, Education, Science and Training, Environment and Heritage, Education, Science and Training, Industry, Tourism and Resources, Transport and Regional Services)

TABLE 1.2 APPROPRIATION BILL (NO. 3) 2004–05

	2003–04 Available \$'000	2004–05 Budget \$'000	2004–05 Revised \$'000	2004–05 Additional Estimates \$'000	2004–05 Reduced Estimate \$'000
DEPARTMENTAL OUTPUTS					
<i>Outcome 1 – Australia benefits from meteorological and related science and services</i>	197,664	190,447	190,755	308	0
TOTAL DEPARTMENTAL OUTPUTS	197,664	190,447	190,755	308	0
TOTAL APPROPRIATION BILL NO. 3	197,664	190,447	190,755	308	0

TABLE 1.3 APPROPRIATION BILL (NO. 4) 2004–05

	2003–04 Available \$'000	2004–05 Budget \$'000	2004–05 Revised Budget \$'000	2004–05 Additional Estimates \$'000	2004–05 Reduced Estimate \$'000
SPECIFIC PAYMENTS TO THE STATES AND TERRITORIES					
<i>Outcome 1 – Australia benefits from Meteorological and related science and services</i>					
TOTAL	0	0	0	0	0
Non-Operating					
Equity injections	6,300	9,100	9,400	300	0
TOTAL CAPITAL	6,300	9,100	9,400	300	0
TOTAL APPROPRIATION BILL NO. 4	6,300	9,100	9,400	300	0

TABLE 1.4 STAFF YEARS – AVERAGE STAFFING LEVEL (ASL)

	2004–05 Budget sy	2004–05 Revised sy	Variation sy
<i>Outcome 1 – Australia benefits from meteorological and related science and services</i>	1,401.0	1,413.0	12.0
TOTAL	1,401.0	1,413.0	12.0

SUMMARY OF AGENCY SAVINGS 2004–05

There are no savings for the Bureau of Meteorology in 2004–05.

VARIATIONS TO REVENUE FROM OTHER SOURCES THROUGH NET ANNOTATED (SECTION 31) RECEIPTS**TABLE 1.5 CHANGES TO NET ANNOTATED APPROPRIATIONS (Section 31) RECEIPTS**

	Price of outputs		Receipts from Independent Sources (Budget)	Receipts from Independent Sources (Revised)	Variation in Non-Govt Revenue \$'000
	Approp 2004–05 (Budget) \$'000	Approp 2004–05 (Revised) \$'000	(Budget) \$'000	(Revised) \$'000	\$'000
<i>Outcome 1 – Australia benefits from meteorological and related science and services</i>	190,447	190,755	14,837	17,242	2,405
TOTAL	190,447	190,755	14,837	17,242	2,405

TABLE 1.6 REVENUE FROM INDEPENDENT SOURCES

	2004–05 Budget Estimate	2004–05 Revised Estimate
	\$'000	\$'000
DEPARTMENTAL REVENUE		
Receipts from Other Sources	14,837	17,242
Total non-appropriation departmental revenue	14,837	17,242
ADMINISTERED REVENUE		
Meteorological Services – Recoveries	16,100	16,100
Total non-appropriation administered revenue	16,100	16,100
TOTAL ESTIMATED REVENUE	30,937	33,342

TABLE 1.7 ESTIMATES OF EXPENSES FROM SPECIAL APPROPRIATIONS

There are no special appropriations for the Bureau of Meteorology in 2004–05.

TABLE 1.8 ESTIMATES OF SPECIAL ACCOUNT FLOWS AND BALANCES

There are no special accounts for the Bureau of Meteorology in 2004–05.

Part C
Section 2
Bureau of Meteorology

**REVISIONS TO OUTCOME AND
OUTPUTS**

SECTION 2 – REVISIONS TO OUTCOME AND OUTPUTS

Since the 2004–05 Budget, the Bureau has revised its internal programme structure and realigned its output structure resulting in a minor redistribution of output funding.

OUTCOME 1: *Australia benefits from meteorological and related science and services*

OUTPUT COST ATTRIBUTION

Direct costs incurred by the Bureau (salaries, suppliers etc) are coded directly to appropriate cost centres within the Financial Management System. These individual cost centres are subsequently attributed to Outputs based upon established, and regularly reviewed, matching of the activities of the individual cost centre to the relevant Outputs.

Indirect costs, that is overheads and activities that cut across all Outputs, are attributed to Outputs on the basis of pro-rata allocation against the most appropriate cost driver that can be consistently and logically applied.

EXPLANATION OF VARIATIONS

National Tidal Centre

The Bureau of Meteorology will receive an increase in departmental outputs appropriations of **\$0.462m** in 2004–05 to fund the operation of the public good component of the National Tidal Centre.

The Government will provide funding of \$3.480m over four years commencing in 2004–05, and \$0.570m per annum ongoing, to fund the operations of the National Tidal Centre within the Bureau of Meteorology. The National Tidal Centre provides information regarding tidal and sea level observation and predictions.

The Bureau of Meteorology will also receive a departmental equity injection through *Appropriation Bill (No.4) 2004–05* of **\$0.300m** representing funds for replacement of assets for the National Tidal Centre.

This funding will be fully offset through contributions from portfolios and agencies which benefit from the National Tidal Centre's services.

Comcover supplementation

The Bureau of Meteorology's departmental outputs appropriations has been **reduced** by **\$0.282m** representing clawback of supplementation for Comcover premiums provided at the 2004–05 Budget.

Australian–United States Free Trade Agreement

An increase of **\$0.128m** in 2004–05. The Government will be providing supplementation in 2004–05 to implement revised Commonwealth Procurement Guidelines issued by the Minister for Finance and Administration on 1 December 2004. The new Guidelines took effect from 1 January 2005 and incorporate new rules and procedures required by the Government Procurement chapter of the Australia–United States Free Trade Agreement.

Adjustments to Revenue from Independent Sources

Revenue from independent sources has increased by **\$2.405m** as follows:

National Tidal Centre

The 2004-05 Budget revenue estimate has increased by **\$1.030m** as a result of the National Tidal Centre undertaking contracts for the provision of cost recoverable services to Government Agencies (\$0.330m) and external clients (\$0.700m) from 1 July 2004.

Supercomputer access agreement

The 2004–05 Budget revenue estimate has increased by **\$1.375m** to recognise an agreement to provide CSIRO access to the Bureau of Meteorology's new Supercomputer facility over the next four financial years.

REVISED PERFORMANCE INFORMATION AND LEVEL OF ACHIEVEMENT FOR 2004-05

The performance information that the Bureau of Meteorology will use to assess the level of its achievement against the additional funding is shown below.

TABLE 2.1 – PERFORMANCE INFORMATION FOR OUTPUTS AFFECTED BY ADDITIONAL ESTIMATES

OUTPUT GROUP 1.1 METEOROLOGICAL AND RELATED DATA

<i>Quality</i>	<p>95% of scheduled regular surface, space-based and upper air (radiosonde and upper wind) observations received on time and within prescribed error limits.</p> <p>Field equipment outages not greater than 24 hours for essential equipment, 7 working days for operationally backed-up infrastructure, and 22 days for other field equipment.</p> <p>90% of users surveyed are satisfied with the functional capacity and availability of mission critical communications system components.</p> <p>90% of users surveyed are satisfied with the functional capacity and availability of mission critical computing system components.</p>
<i>Quantity</i>	<p>Numbers of fully operational observing stations – 50 upper-air, 900 synoptic (including automatic weather), 7,500 rainfall, 12 drifting buoys, 100 voluntary observing ships, 745 river height, 60 weather watch radars, 15 satellite ground, 17 solar & terrestrial radiation; 5 total ozone; 2 ozone profile and 1 Baseline.</p> <p>98 inter-office communications links operational, 910 automated data collection links operational and 12 international communications circuits operational.</p>
<i>Price – Budget</i>	\$118.707m
<i>Price – Revised</i>	\$118.881m
	(Installation, operation and maintenance of operational observational data networks \$85.305m; Operation and maintenance of telecommunications and information technology infrastructure \$33.576m)

OUTPUT GROUP 1.2 METEOROLOGICAL AND RELATED RESEARCH

<i>Quality</i>	<p>Bureau of Meteorology Research Centre (BMRC) scientists invited to serve on 65 external advisory committees etc.</p> <p>At least 15 invitations received to present papers at external conferences and workshops. The Annual Report and all workshop and contract project reports produced in good time.</p> <p>5 system changes, developed by the BMRC, accepted for implementation by operational units (the National Meteorological and Oceanographic Operations Centre and the National Climate Centre).</p>
<i>Quantity</i>	<p>6 viable research groups focussed on priority research issues.</p> <p>110 research publications including refereed journals, articles, book chapters, conference papers and miscellaneous reports, and missions.</p> <p>75 external collaborative projects undertaken.</p>
<i>Price – Budget</i>	\$9.107m
<i>Price – Revised</i>	<u>\$10.997m</u>
	<p>(Resources committed to Weather Research \$6.154m; Climate Research \$2.608m; Ocean Research \$1.005m; Hydrology Research \$1.230m)</p>

OUTPUT GROUP 1.3 METEOROLOGICAL AND RELATED SERVICES AND PRODUCTS

Quality

90% of users surveyed indicate that public weather forecasts and warnings are partly or completely accurate.

90% of users surveyed indicate that public weather forecasts and warnings are becoming more accurate or are maintaining current levels of accuracy.

90% of users surveyed indicate that they are ‘satisfied’ or ‘very satisfied’ with weather forecast, warning and information services.

90% of users surveyed indicate that weather forecasts, warnings and information services are received in time for them to make their decisions.

96% of regular observation entries into the national climate data base successfully completed within preset quality control standards.

85% of users surveyed are ‘satisfied’ or ‘very satisfied’ with climate data services.

85% of users surveyed are ‘satisfied’ or ‘very satisfied’ with consultative meteorological services.

85% of users surveyed are ‘satisfied’ or ‘very satisfied’ with hydrological data, information, advisory and flood warning services.

0.1% downtime for Internet access services.

90% of commercial contracts are completed on time.

90% of existing clients renew commercial contracts.

95% of numerical guidance products are delivered before the scheduled deadlines for dissemination.

90% of users surveyed are satisfied with the value of forecast guidance product components.

Accuracy of centralised analysis and forecast guidance products as measured by statistical evaluation procedures: S1 skill score of 30 points less than persistence in 24-hour predictions over the Australian region; annual average root mean square [rms] error in the 24-hour statistical guidance for maximum temperature of 3 degrees (2.5 degrees for minimum temperature) averaged over all States; anomaly correlations for 72,120 and 168-hour sea level pressure predictions for 20 to 60° S from the global prediction system of 75%, 55% and 40% respectively; and annual average rms error of 0.7m in the 24-hour sea state predictions averaged over all available Australian instrumental wave observations.

OUTPUT GROUP 1.3 METEOROLOGICAL AND RELATED SERVICES AND PRODUCTS (continued)

<i>Quantity</i>	15,000 to 20,000 public weather warnings issued.
	400,000 to 450,000 public weather forecast and information bulletins issued.
	430,000 climate data, information, monitoring, prediction and advisory services provided.
	600,000 hydrological data, information, advisory and flood warning services issued.
	7,500 consultative services provided.
	5 to 7 million accesses by telephone/facsimile and 1.5 to 2.0 billion accesses by the Internet for automated weather service delivery systems.
	1.4 million telephone, facsimile and Internet accesses to automated climate service delivery systems.
	400,000 Internet accesses to automated hydrological service delivery systems.
	7 Regional Forecasting Centres, 28 Australian Integrated Forecast System (AIFS) equipped offices, 2,400 numerical guidance products issued by the National Meteorological and Oceanographic Operations Centre (NMOC) with 10 systems providing distinctive guidance products.
	5% growth in revenues of the Special Services Unit (SSU) and reduce overheads by at least 10% over the previous year.
<i>Price – Budget</i>	\$74.896m
<i>Price – Revised</i>	<u>\$75.570m</u>
	(Analysis and Prediction Products \$5.994m
	Disaster Mitigation Activities \$4.965m
	Public Weather Services \$13.630m
	Marine Weather Services \$1.397m
	Aviation Weather Services \$14.886m
	Defence Weather Services \$3.324m
	Cost Recovery Services \$3.912m
	Climate Data \$9.245m
	Climate Monitoring Service \$2.918m
	Flood Warning Service \$4.699m
	Hydrometeorological Advice \$1.691m
	Oceanographic Services \$1.589m
	Commercial Services \$7.320m)

OUTPUT GROUP 1.4 INTERNATIONAL METEOROLOGICAL ACTIVITIES

<i>Quality</i>	<p>Australian influence is exercised through occupancy of important senior positions in the World Meteorological Organization (WMO).</p> <p>The value achieved from scientific exchange visits and cooperative projects undertaken with other countries is maintained.</p> <p>The flow of accurate observational data to Australia is increased through provision of technical assistance and meteorological training to the National Meteorological and Hydrological Services (NMHSs) of developing countries.</p> <p>100% of the formal obligations of roles for the Melbourne World Meteorological Centre (WMC) and the Melbourne and Darwin Regional Specialised Meteorological Centres (RSMCs), as designated by the WMO, are fulfilled.</p> <p>A high level of demand for Australian officers to participate in WMO activities is maintained.</p> <p>A high level of satisfaction of regional developing NMHSs with Australian technical cooperation is maintained.</p>
<i>Quantity</i>	<p>Australia is represented in all WMO constituent bodies (viz. Congress, Executive Council, Regional Association V, all Technical Commissions).</p> <p>Three or more major international meteorological meetings are hosted in Australia.</p> <p>Active bilateral cooperative programmes are maintained with the eight countries (China, India, Indonesia, Iran, Japan, Republic of Korea, Russian Federation, Vietnam) with which a Memorandum of Understanding or treaty has been signed.</p> <p>All AusAID projects offering capacity building by the Bureau especially its Training Centre in Melbourne to help develop meteorology in developing countries are supported.</p> <p>WMC Melbourne, RSMCs Melbourne and Darwin and the Joint Technical Commission for Oceanography and Marine Meteorology (JCOMM) Specialised Oceanographic Centre, Melbourne, are maintained.</p>
	<i>Price – Budget</i> \$2.574m
	<i>Price – Revised</i> <u>\$2.549m</u>

Part C
Section 3
Bureau of Meteorology

**BUDGETED FINANCIAL
STATEMENTS**

BUDGETED FINANCIAL STATEMENTS

The budgeted departmental financial statements and administered schedules for the Bureau of Meteorology are presented in this section. Information from the budgeted financial statements forms part of the financial statements that will appear in the Bureau of Meteorology's 2004-05 Annual Report, and is also required as input into the Whole of Government Accounts.

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

An analysis of the Bureau of Meteorology's budgeted financial statements, as reflected in the Bureau of Meteorology's budgeted departmental financial statements and administered schedules for 2004-05, is provided below:

Budgeted Departmental Statement of Financial Performance

The Bureau of Meteorology is budgeting for a break-even performance for 2004-05. Total revenue is estimated to be \$208.0m, a decrease of \$6.0m from the 2003-04 actuals. The decrease mainly reflects the movement of \$4.500m into the 2003-04 Budget to meet urgent additional costs associated with delays in the relocation of the Bureau's Head Office to new premises.

Total expenses are estimated to be \$208.0m, a reduction of \$2.6m from the 2003-04 actuals. The decrease is mainly due to a reduction in supplier expenses resulting from the movement of \$4.500m into the 2003-04 Budget from 2004-05 (as above), offset by a higher depreciation expense (on the new fitout) relative to 2003-04.

Budgeted Departmental Statement of Financial Position

The Bureau of Meteorology's budgeted net asset position of \$202.9m represents an increase of \$9.4m from the 2003-04 actuals. The increase is attributable to increased expenditure in the Bureau of Meteorology's capital works programme for the replacement of existing radars combined with the construction and introduction of new doppler radar technology (\$9.1m) together with the replacement of some tidal gauges for the National Tidal Centre (\$0.3m).

The Bureau of Meteorology's major asset, 'Infrastructure, Plant and Equipment', is projected to increase by \$13.5m to \$197.9m due primarily to increased expenditure in the Bureau of Meteorology's capital works programme as outlined above.

The Bureau of Meteorology's primary liability continues to be accrued employee entitlements, as a result of accruing leave entitlements, of \$55.3m.

Schedule of Budgeted Revenues and Expenses Administered on behalf of Government

The Bureau of Meteorology will receive Administered revenue of \$16.1m a decrease of \$0.4m from the 2003-04 actuals. The decrease is largely due to variations in the requirements for specialised services provided to the Department of Defence and the aviation industry.

Schedule of Budgeted Assets and Liabilities Administered on behalf of Government

Total assets are expected to remain stable at \$3.0m for the 2004-05 financial year. The receivable and accrued revenue will be of the same order of magnitude as the 2003-04 estimated actual.

DEPARTMENTAL FINANCIAL STATEMENTS

Budgeted Departmental Statement of Financial Performance

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

Budgeted Departmental Statement of Financial Position

This statement shows the financial position of the Bureau of Meteorology. It helps decision makers to track the management of the Bureau of Meteorology's assets and liabilities.

Budgeted Departmental Statement of Cash Flows

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

Departmental Capital Budget Statement

Shows all planned capital expenditure (capital expenditure on non-financial assets), whether funded either through capital appropriations for additional equity or borrowings, or from funds from internal sources.

Departmental Non-financial Assets - Summary of Movement

Shows budgeted acquisitions and disposals of non-financial assets during the budget year.

SCHEDULE OF ADMINISTERED ACTIVITY

Schedule of Budgeted Revenues and Expenses Administered on behalf of Government

This schedule identifies the main revenues and expenses administered on behalf of the Government except revenue from administered appropriations. As a result of new requirements under the Finance Minister's Orders (FMO) in 2001-02, the receipt of administered appropriations from the Official Public Account is no longer reported as administered revenue. Under the new FMOs only transactions external to the Commonwealth are reported as revenue.

Schedule of Budgeted Assets and Liabilities Administered on behalf of Government

This schedule shows the assets and liabilities administered on behalf of the Government.

Schedule of Budgeted Administered Cash Flows

This schedule shows cash flows administered on behalf of the Government.

Schedule of Administered Capital Budget

This note shows details of planned administered capital expenditure.

Schedule of Administered Non-financial Assets – Summary of Movement

This schedule discloses details of movements in administered non-financial assets.

**TABLE 3.1 – BUDGETED DEPARTMENTAL STATEMENT OF
FINANCIAL PERFORMANCE
(for the period ended 30 June 2005)**

	Actual 2003–04	Revised	FORWARD		
		Budget 2004–05	2005–06	2006–07	2007–08
<i>Note</i>	\$'000	\$'000	\$'000	\$'000	\$'000
REVENUES FROM ORDINARY ACTIVITIES					
Revenues from Government	197,664	190,755	202,838	207,687	210,815
Sales of goods and services	15,191	16,702	16,697	16,692	16,692
Proceeds from sale of Assets	379	325	325	325	325
Other	809	215	220	225	225
Total revenues from ordinary activities	214,043	207,997	220,080	224,929	228,057
EXPENSES FROM ORDINARY ACTIVITIES (excluding borrowing costs expense)					
Employees	111,161	111,201	114,119	117,044	118,525
Suppliers	65,771	56,713	62,705	63,841	65,153
Depreciation and amortisation	31,839	38,588	41,735	42,524	42,803
Write-down of assets	522	1	1	1	1
Value of Assets sold	205	325	325	325	325
Other	1,112	1,169	1,195	1,194	1,250
Total expenses from ordinary activities (excluding borrowing costs expense)	210,610	207,997	220,080	224,929	228,057
Borrowing cost expense	0	0	0	0	0
Net Surplus or (deficit) from ordinary activities	3,433	0	0	0	0
Gain or loss on extraordinary items	0	0	0	0	0
Net Surplus or (deficit)	3,433	0	0	0	0

TABLE 3.2 – BUDGETED DEPARTMENTAL STATEMENT OF FINANCIAL POSITION (as at 30 June 2005)

	Actual 2003–04 \$'000	Revised	FORWARD		
		Budget 2004–05 \$'000	ESTIMATES		
Note			2005–06 \$'000	2006–07 \$'000	2007–08 \$'000
ASSETS					
Financial Assets					
Cash	3,155	45	45	45	45
Receivables	4,821	3,101	3,101	3,101	3,101
Accrued revenues	379	379	379	379	379
Total financial assets	8,355	3,525	3,525	3,525	3,525
Non-financial assets					
Land and buildings	40,799	46,043	50,751	55,459	55,950
Infrastructure, plant and equipment	184,405	197,928	199,121	202,314	208,924
Inventories	9,551	9,551	9,551	9,551	9,551
Intangibles	16,307	12,650	10,908	9,166	7,424
Other	7,317	7,317	7,317	7,317	7,317
Total Non-financial assets	258,379	273,489	277,648	283,807	289,166
Total Assets	266,734	277,014	281,173	287,332	292,691
LIABILITIES					
Interest bearing liabilities					
Loans	0	0	0	0	0
Other	0	0	0	0	0
Total debt	0	0	0	0	0
Provisions					
Employees	59,364	55,280	55,280	55,280	55,280
Total Provisions	59,364	55,280	55,280	55,280	55,280
Payables					
Suppliers	7,739	12,703	7,762	2,821	1,080
Other	6,126	6,126	6,126	6,126	6,126
Total Payables	13,865	18,829	13,888	8,947	7,206
Total Liabilities	73,229	74,109	69,168	64,227	62,486

**TABLE 3.2 – BUDGETED DEPARTMENTAL STATEMENT OF
FINANCIAL POSITION *continued***
(as at 30 June 2005)

	Actual 2003–04 \$'000	Revised Budget 2004–05 \$'000	FORWARD ESTIMATES		
			Note	2005–06 \$'000	2006–07 \$'000
EQUITY					
Parent equity Interest					
Contributed equity	150,939	160,339	169,439	180,539	187,639
Reserves	22,342	22,342	22,342	22,342	22,342
Retained surpluses or accumulated deficits	20,224	20,224	20,224	20,224	20,224
Total parent equity interest	193,505	202,905	212,005	223,105	230,205
Total equity	193,505	202,905	212,005	223,105	230,205
Current liabilities	33,552	33,942	31,679	29,416	28,619
Non-current liabilities	39,677	40,167	37,489	34,811	33,867
Current assets	15,983	16,621	16,870	17,240	17,561
Non-current assets	250,751	260,393	264,303	270,092	275,130

TABLE 3.3 – BUDGETED DEPARTMENTAL STATEMENT OF CASH FLOWS
(for the period ended 30 June 2005)

	Actual 2003–04 \$'000	Revised	FORWARD		
		Budget 2004–05 \$'000	2005–06 \$'000	2006–07 \$'000	2007–08 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations for outputs	197,664	190,755	202,838	207,687	210,815
Sales of goods and services	16,342	18,422	16,697	16,692	16,692
Other	10,151	8,525	8,530	8,535	8,535
Total cash received	224,157	217,702	228,065	232,914	236,042
Cash Used					
Employees	112,076	115,285	114,119	117,044	118,525
Suppliers	66,047	52,918	68,841	69,976	68,144
Net Cash transferred (to)/from the OPA	(2,428)	0	0	0	0
Other	10,472	4,560	4,560	4,560	4,560
Total cash used	186,167	172,763	187,520	191,580	191,229
Net cash from operating activities	37,990	44,939	40,545	41,334	44,813
INVESTING ACTIVITIES					
Cash Received					
Proceeds from sale of property, plant and equipment	379	325	325	325	325
Total Cash Received	379	325	325	325	325
Cash used					
Purchase of property, plant and equipment	44,531	54,023	46,219	49,008	48,487
Other	0	3,751	3,751	3,751	3,751
Total cash used	44,531	57,774	49,970	52,759	52,238
Net cash from investing activities	(44,152)	(57,449)	(49,645)	(52,434)	(51,913)

TABLE 3.3 – BUDGETED DEPARTMENTAL STATEMENT OF CASH FLOWS
continued
(for the period ended 30 June 2005)

	Actual 2003–04 \$'000	Revised	FORWARD		
		Budget 2004–05 \$'000	2005–06 \$'000	2006–07 \$'000	2007–08 \$'000
FINANCING ACTIVITIES					
Cash Received					
Cash from Capital Injections	6,300	9,400	9,100	11,100	7,100
Total Cash Received	6,300	9,400	9,100	11,100	7,100
Cash Used					
Dividends paid					
Total Cash Used	0	0	0	0	0
Net cash from financing activities	6,300	9,400	9,100	11,100	7,100
Net increase/(decrease in cash held)	138	(3,110)	0	0	0
Cash at the beginning of the reporting period	3,017	3,155	45	45	45
Cash at the end of the reporting period	3,155	45	45	45	45

TABLE 3.4 – DEPARTMENTAL CAPITAL BUDGET STATEMENT

	<i>Note</i>	Actual	Revised	FORWARD		
		2003–04	Budget	ESTIMATES		
		2003–04	2004–05	2005–06	2006–07	2007–08
		\$'000	\$'000	\$'000	\$'000	\$'000
Capital appropriations						
Total equity injections		6,300	9,400	9,100	11,100	7,100
Total loans						
Represented by:						
Purchase of non-current assets		6,300	9,400	9,100	11,100	7,100
Other						
Purchase of non-current assets						
Funded by capital appropriations		6,300	9,400	9,100	11,100	7,100
Funded internally by departmental resources		38,231	44,623	37,119	37,908	41,387

**TABLE 3.5 – DEPARTMENTAL NON-FINANCIAL ASSETS
SUMMARY OF MOVEMENT (BUDGET YEAR 2004–05)**

	Land \$'000	Buildings \$'000	Other Infrastruc Plant and Equipment \$'000	Heritage and cultural assets \$'000	Computer Software \$'000	Other intangibles \$'000	Total \$'000
<i>Carrying amount at the start of the year</i>	4,950	35,849	184,405	0	16,307	0	241,511
Additions *	268	7,886	45,151		718		54,023
Disposals	100	200	25		0		325
Revaluation Increments							0
Recoverable Amount Write- Downs							0
Net Transfers free of Charge							0
Depreciation/Amortisation Expense		2,610	31,603		4,375		38,588
Write-off of Assets							0
Other Movements							0
<i>Carrying amount at the end of the year</i>	5,118	40,925	197,928	0	12,650	0	256,621

*** TOTAL ADDITIONS**

Self funded	268	7,886	35,751		718		44,623
Appropriations			9,400				9,400
TOTAL	268	7,886	45,151		718		54,023

**TABLE 3.6 – SCHEDULE OF BUDGETED REVENUES AND EXPENSES
ADMINISTERED ON BEHALF OF GOVERNMENT
(for the period ended 30 June 2005)**

	Actual	Revised Budget	FORWARD ESTIMATES		
<i>Note</i>	2003–04	2004–05	2005–06	2006–07	2007–08
	\$'000	\$'000	\$'000	\$'000	\$'000
Revenues					
Taxation					
Non-taxation					
Revenues from Government					
Sales of goods and services	16,456	16,100	17,050	17,250	17,250
Other sources of non-taxation revenues					
Total non-taxation	16,456	16,100	17,050	17,250	17,250
Total revenues administered on behalf of the Government	16,456	16,100	17,050	17,250	17,250
Expenses					
Grants					
Suppliers					
Other	0	25	25	25	25
Extraordinary items					
Total expenses administered on behalf of the Government	0	25	25	25	25

**TABLE 3.7 – SCHEDULE OF BUDGETED ASSETS AND LIABILITIES
ADMINISTERED ON BEHALF OF GOVERNMENT (as at 30 June 2005)**

<i>Note</i>	Actual	Revised	FORWARD		
	2003–04	Budget 2004–05	2005–06	2006–07	2007–08
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial Assets					
Cash					
Receivables	1,709	1,709	1,709	1,709	1,709
Investments					
Accrued revenues	1,258	1,258	1,258	1,258	1,258
Total financial assets	2,967	2,967	2,967	2,967	2,967
Non-financial assets					
Infrastructure, plant and equipment					
Other					
Total Non-financial assets	0	0	0	0	0
Total Assets Administered on behalf of the Government	2,967	2,967	2,967	2,967	2,967
LIABILITIES					
Provisions					
Employees					
Other					
Total Provisions	0	0	0	0	0
Payables					
Suppliers					
Grants					
Other	16	16	16	16	16
Total Payables	16	16	16	16	16
Total Liabilities Administered on behalf of the Government	16	16	16	16	16

TABLE 3.8 – SCHEDULE OF BUDGETED ADMINISTERED CASH FLOWS
(for the period ended 30 June 2005)

<i>Note</i>	Actual	Revised	FORWARD		
	2003–04	Budget 2004–05	ESTIMATES		
	\$'000	\$'000	2005–06	2006–07	2007–08
			\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and services	16,115	17,665	18,654	18,854	18,854
Cash received – Other	1,615	0	0	0	0
Total cash received	17,730	17,665	18,654	18,854	18,854
Cash Used					
Suppliers					
Grants					
Cash to Official Public Account	16,118	16,075	17,025	17,225	17,225
Other	1,612	1,590	1,629	1,629	1,629
Total cash used	17,730	17,665	18,654	18,854	18,854
Net cash from operating activities	0	0	0	0	0
INVESTING ACTIVITIES					
Cash Received					
Other	0	0	0	0	0
Total Cash Received	0	0	0	0	0
Cash Used					
Other	0	0	0	0	0
Total cash used	0	0	0	0	0
Net cash from investing activities	0	0	0	0	0

TABLE 3.8 – SCHEDULE OF BUDGETED ADMINISTERED CASH FLOWS *continued*
(for the period ended 30 June 2005)

<i>Note</i>	Actual	Revised	FORWARD		
	2003–04	Budget 2004–05	2005–06	2006–07	2007–08
	\$'000	\$'000	\$'000	\$'000	\$'000
FINANCING ACTIVITIES					
Cash Received					
Other	0	0	0	0	0
Total Cash Received	0	0	0	0	0
Cash Used					
Other	0	0	0	0	0
Total cash used	0	0	0	0	0
Net cash from financing activities	0	0	0	0	0
Net increase/(decrease in cash held)	0	0	0	0	0
Cash at the beginning of the reporting period	0	0	0	0	0
Cash at the end of the reporting period	0	0	0	0	0

TABLE 3.9 – SCHEDULE OF ADMINISTERED CAPITAL BUDGET

The Bureau of Meteorology has not been appropriated any Administered Capital in 2004-05.

TABLE 3.10 – SCHEDULE OF ADMINISTERED NON-FINANCIAL ASSETS – SUMMARY OF MOVEMENT (BUDGET YEAR 2004–05)

The Bureau of Meteorology does not administer any non-financial assets on behalf of the Commonwealth.

Notes to the Financial Statements

1. General notes on accrual budgeting framework

(a) *Departmental Financial Statements and Notes of Administered Items*

Under the Australian Government's accrual budgeting framework, and consistent with Australian Accounting Standards, transactions that agencies control (departmental transactions) are separately budgeted for and reported on from transactions over which agencies do not have control (administered transactions). This ensures that agencies are only held fully accountable for the transactions over which they have control.

- Departmental assets are those assets, liabilities, revenues and expenses in relation to an agency or authority that are controlled by the agency. Departmental expenses include employee and supplier expenses and other administrative costs, which are incurred by the agency in providing its goods and services.
- Administered items are revenues, expenses, assets and liabilities that are managed by an agency or authority on behalf of the Government according to set Government directions. Administered expenses include subsidies, grants and personal benefit payments and administered revenues include taxes, fees, fines and excises.

(b) *Appropriations in the Accrual Budgeting Framework*

Under the Australian Government's accrual budgeting framework, separate annual appropriations are provided for:

- departmental price of outputs appropriations: representing the Government's funding for outputs from agencies;
- departmental capital appropriations: for investments by the Government for either additional equity injections or loans in agencies;
- administered expense appropriations: for the estimated administered expenses relating to an existing outcome, a new outcome or a Specific Purpose Payment to the States; and
- administered capital appropriations: for increases in administered equity through funding non-expense administered payments.

Special appropriations fund the majority of payments from the Consolidated Revenue Fund (especially those that are entitlement driven or involve transfers to state governments).

(c) *Asset Valuation*

From 1 July 2002 Commonwealth agencies and authorities are required to use either the cost basis or the fair value basis to measure property, plant and equipment. The shift from the deprival method of valuation to fair value should occur gradually over a three-year period. Fair value essentially reflects the current market value of an asset. See guidance from the Department of Finance and Administration on how to calculate fair value.

