
Part C
Section 1

**AGENCY ADDITIONAL
ESTIMATES STATEMENTS**

**DIRECTOR OF NATIONAL
PARKS**

SECTION 1 – AGENCY OVERVIEW

There have been no changes to the role or structure of the Director of National Parks since the 2004-05 Portfolio Budget Statements.

ADDITIONAL ESTIMATES AND VARIATIONS TO SUB-OUTCOME

The Department of the Environment and Heritage is seeking an increase of **\$4.120m** in departmental outputs appropriation in 2004-2005 for payment to the Director of National Parks. This increase relates primarily to funding provided for the abolition of entry fees to Kakadu National Park.

The Director of National Parks does not receive any direct appropriation from Government. The additional funding will be appropriated to the Department of the Environment and Heritage in 2004-05 through *Appropriation Bill (No. 3) 2004-05* and transferred to the Director of National Parks (refer Table 1.1).

MEASURES SINCE THE 2004–05 BUDGET

Director of National Parks – additional funding

	2004–05	2005–06	2006–07	2007–08
	\$'000	\$'000	\$'000	\$'000
Department of the Environment and Heritage *	4,120	3,750	4,091	4,432

* Funding for this measure will be directly appropriated to the Department of the Environment and Heritage (Outcome 1 Environment)

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

	2004–05 (\$'000)	2005–06 (\$'000)	2006–07 (\$'000)	2007–08 (\$'000)
Sub–outcome				
<i>Variations in departmental appropriations</i>				
Director of National Parks – additional funding	4,120	3,750	4,091	4,432
TOTAL VARIATIONS MEASURES (a)	4,120	3,750	4,091	4,432

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

	2004–05 (\$'000)	2005–06 (\$'000)	2006–07 (\$'000)	2007–08 (\$'000)
Sub–outcome				
<i>Variations in departmental appropriations</i>				
Indexation	0	306	471	624
TOTAL OTHER VARIATIONS (b)	0	306	471	624
TOTAL VARIATIONS (a + b)	4,120	4,056	4,562	5,056

SUB-OUTCOME AND OUTPUT GROUPS FOR THE AGENCY

	DEPARTMENTAL OUTPUTS	
	Revised Total Price of Outputs \$'000	Variation to Total Price of Outputs * \$'000
DIRECTOR OF NATIONAL PARKS	55,860	(775)
Outcome 1 – Sub-Outcome <i>Conservation and appreciation of Commonwealth reserves</i>		
1.1 Parks and Reserves	55,860	(775)

* The variation primarily relates to an overall reduction in revenue from independent sources following the revision of estimated revenue for park entry fees following the abolition of entry fees at Kakadu National Park on 19 December 2004.

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
Director of National Parks – additional funding	<i>1</i>	<i>1.1</i>	4,120	3,750	4,091	4,432

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

The Director of National Parks does not receive direct appropriation from Government.

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

The Director of National Parks does not receive direct appropriation from Government.

TABLE 1.4 STAFF YEARS – AVERAGE STAFFING LEVEL (ASL)

	2004–05 Budget sy	2004–05 Revised sy	Variation sy
Outcome 1 – Sub-Outcome			
<i>Conservation and appreciation of Commonwealth reserves</i>	275.0	275.0	0.0
TOTAL	275.0	275.0	0.0

SUMMARY OF AGENCY SAVINGS 2004–05

There are no savings for the Director of National Parks in 2004–05.

TABLE 1.5 CHANGES TO NET ANNOTATED APPROPRIATIONS (Section 31) RECEIPTS

There are no net annotated appropriations (Section 31) receipts for the Director of National Parks in 2004-05.

TABLE 1.6 REVENUE FROM INDEPENDENT SOURCES

	2004–2005 Budget Estimate	2004–2005 Revised Estimate
	\$'000	\$'000
Revenue from Sales of Goods and Services	16,220	10,925
Interest	450	450
Other	4,000	4,400
TOTAL ESTIMATED REVENUE	20,670	15,775

TABLE 1.7 ESTIMATES OF EXPENSES FROM SPECIAL APPROPRIATIONS

There are no special appropriations for the Director of National Parks in 2004–05.

TABLE 1.8 ESTIMATES OF SPECIAL ACCOUNT FLOWS AND BALANCES

There are no special accounts for the Director of National Parks in 2004-05.

Part C
Section 2
Director of National Parks

**REVISIONS TO
SUB-OUTCOME AND
OUTPUTS**

SECTION 2 – REVISIONS TO SUB-OUTCOME AND OUTPUTS

The Director of National Parks has made no changes to the output structure since the last Budget.

OUTCOME 1: *The environment, especially those aspects that are matters of national environmental significance, is protected and conserved*

SUB-OUTCOME: *Conservation and appreciation of Commonwealth reserves*

OUTPUT COST ATTRIBUTION

Outputs are priced based on the direct costs of the Director of National Parks and a corporate services charge, received as resources free of charge from the Department of the Environment and Heritage calculated under a Service Level Agreement on a full cost recovery basis.

EXPLANATION OF VARIATIONS

Director of National Parks – additional funding – Kakadu National Park

An increase of **\$4.120m** in 2004–05. The Government will provide \$16.400m over four years to the Director of National Parks primarily for the management of Kakadu National Park following the abolition of entry fees to the Park. This funding includes provision for annual payments to be made to the Park's traditional owners as compensation for income foregone. The departmental outputs forward estimates have been increased by \$3.750m in 2005-06, \$4.091m in 2006-07, \$4.432m in 2007-08.

Adjustments to Revenue from Independent Sources

Revenue from Independent Sources has **reduced** by **\$4.895m** as follows:

Kakadu National Park Entry Fees

The 2004-05 Budget revenue estimate has reduced as a result of the abolition of entry fees to Kakadu National Parks on 19 December 2004. The Government will provide funding to the Director of National Parks, through departmental output appropriation for the Department of the Environment and Heritage - Outcome 1 Environment, for the management of Kakadu National Park.

Decline in Visitor Numbers

The 2004-05 Budget revenue estimate has been further reduced to reflect a downward revision of estimates in visitor numbers at Uluru Kata Tjuta National Park and Kakadu National Park.

REVISED PERFORMANCE INFORMATION AND LEVEL OF ACHIEVEMENT FOR 2004–05

The performance information that the Director of National Parks 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 1.1 PARKS AND RESERVES

Statutory administration	<i>Quantity</i>	Extent to which statutory requirements and timeframes are met under legislation.
	<i>Quantity</i>	Number of permits considered (granted and refused) under legislation.
Policy advising, ministerial and parliamentary	<i>Quality</i>	Minister is satisfied with the timeliness and quality of briefs provided by the Director.
	<i>Quality</i>	Minister is satisfied with the timeliness and quality of draft ministerial correspondence by the Director.
International	<i>Quantity</i>	Percentage of written pre-meeting objectives at international meetings achieved.
	<i>Quality</i>	Extent to which Australia's strategic objectives is achieved through international fora.
Stakeholder awareness	<i>Quantity</i>	Information and education products distributed to stakeholders (measured by website hits, information material distributed, etc).
Research, analysis and evaluation	<i>Quantity</i>	Number of research reports, articles and papers prepared and publicly released.
	<i>Price – Budget</i>	\$56.635m
	<i>Price – Revised</i>	<u>\$55.860m</u>

Part C
Section 3
Director of National Parks

**BUDGETED FINANCIAL
STATEMENTS**

Budgeted Financial Statements

The budgeted departmental financial statements for the Director of National Parks are presented in this section. Information from the budgeted financial statements forms part of the financial statements that will appear in the Director of National Parks 2004-2005 Annual Report, and is also required as input into the Whole of Government Accounts.

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Budgeted Departmental Statement of Financial Performance

Revenues for the Director of National Parks have increased by \$2.838m to \$55.860 million primarily due to additional funding provided by the Government, offset by reduced revenues resulting from the abolition of Park Entry Fees for Kakadu National Park.

Expenses for the Director of National Park have reduced by \$1.808m primarily due to reduced employee and supplier expenses.

Budgeted Departmental Statement of Financial Position

Capital purchases were reduced in 2004-05 to maintain cash reserves. It is expected that the normal capital plan will be reinstated from 2005–2006 onwards.

Budgeted Departmental Statement of Cash flows

The cash position is expected to increase to \$5.100m from \$2.814m. This will allow the Director of National Parks to have a more appropriate level of working capital. This movement primarily relates to the reduction in capital expenditure in 2004–2005.

DEPARTMENTAL FINANCIAL STATEMENTS

Budgeted Departmental Statement of Financial Performance

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

Budgeted Departmental Statement of Financial Position

This statement shows the financial position of the Director of National Parks. It helps decision makers to track the management of the Director of National Parks' 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.

TABLE 3.1 – BUDGETED DEPARTMENTAL STATEMENT OF FINANCIAL PERFORMANCE
(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
REVENUES FROM ORDINARY ACTIVITIES					
Revenues from Government	35,552	40,085	41,203	42,950	43,589
Sales of goods and services	9,560	10,925	11,471	12,045	12,647
Interest	467	450	450	450	450
Other	7,443	4,400	4,000	4,000	4,000
Total revenues from ordinary activities	53,022	55,860	57,124	59,445	60,686
EXPENSES FROM ORDINARY					
ACTIVITIES (excluding borrowing costs expense)					
Employees	22,567	20,305	20,914	21,542	22,188
Suppliers	26,146	25,991	26,242	27,737	27,902
Depreciation and amortisation	8,832	9,441	9,841	10,041	10,441
Total expenses from ordinary activities (excluding borrowing costs expense)	57,545	55,737	56,997	59,320	60,531
Net Surplus or (deficit) from ordinary activities	(4,523)	123	127	125	155

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

	Actual 2003–04 \$'000	Revised Budget 2004–05 \$'000	FORWARD ESTIMATES		
			2005–06 \$'000	2006–07 \$'000	2007–08 \$'000
ASSETS					
Financial Assets					
Cash	2,814	5,100	6,410	6,426	7,878
Receivables	944	400	400	400	400
Total financial assets	3,758	5,500	6,810	6,826	8,278
Non-financial assets					
Land and buildings	59,253	56,754	56,254	53,754	51,254
Infrastructure, plant and equipment	47,053	44,965	44,477	47,287	48,696
Intangibles	7	4	1	0	0
Other	306	303	303	303	303
Total Non-financial assets	106,619	102,026	101,035	101,344	100,253
Total Assets	110,377	107,526	107,845	108,170	108,531
LIABILITIES					
Interest bearing liabilities					
Finance Leases	32	0	0	0	0
Total debt	32	0	0	0	0
Provisions					
Employees	5,811	5,496	5,688	5,887	6,093
Other	300	0	0	0	0
Total Provisions	6,111	5,496	5,688	5,887	6,093
Payables					
Suppliers	5,028	3,000	3,000	3,000	3,000
Grants	0	0	0	0	0
Other	299	0	0	0	0
Total Payables	5,327	3,000	3,000	3,000	3,000
Total Liabilities	11,470	8,496	8,688	8,887	9,093

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

		Revised	FORWARD		
	Actual	Budget	ESTIMATES		
<i>Note</i>	2003–04	2004–05	2005–06	2006–07	2007–08
	\$'000	\$'000	\$'000	\$'000	\$'000
EQUITY					
Parent entity Interest					
Contributed equity	9,755	9,755	9,755	9,755	9,755
Reserves	26,698	26,698	26,698	26,698	26,698
Retained surpluses or accumulated deficits	62,454	62,577	62,704	62,829	62,985
Total parent entity interest	98,907	99,030	99,157	99,282	99,438
Total equity	98,907	99,030	99,157	99,282	99,438
Current liabilities	8,442	6,023	6,128	6,238	6,351
Non-current liabilities	3,028	2,473	2,560	2,649	2,742
Current assets	4,064	5,807	7,114	7,129	8,581
Non-current assets	106,313	101,719	100,731	101,041	99,950

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

	Actual 2003–04	Revised Budget 2004–05	FORWARD ESTIMATES		
			2005–06	2006–07	2007–08
<i>Note</i>	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations for outputs	35,552	40,085	41,203	42,950	43,589
Sales of goods and services	9,520	11,469	11,471	12,045	12,647
Interest	543	450	450	450	450
Other	5,437	1,100	700	700	700
Total cash received	51,052	53,104	53,824	56,145	57,386
Cash Used					
Employees	21,850	20,620	20,722	21,342	21,982
Suppliers	25,533	25,668	23,292	24,787	24,952
Total cash used	47,383	46,288	44,014	46,129	46,934
Net cash from operating activities	3,669	6,816	9,810	10,016	10,452
INVESTING ACTIVITIES					
Cash Received					
Proceeds from sale of property, plant and equipment	862	500	500	500	500
Total Cash Received	862	500	500	500	500
Cash used					
Purchase of property, plant and equipment	13,195	5,000	9,000	10,500	9,500
Other	0	30	0	0	0
Total cash used	13,195	5,030	9,000	10,500	9,500
Net cash from investing activities	(12,333)	(4,530)	(8,500)	(10,000)	(9,000)

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

Note	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					
Repayment of lease liabilities	171	0	0	0	0
Capital use charge paid	12,545	0	0	0	0
Total Cash Used	12,716	0	0	0	0
Net cash from financing activities	(12,716)	0	0	0	0
Net increase/(decrease in cash held)	(21,380)	2,286	1,310	16	1,452
Cash at the beginning of the reporting period	24,193	2,814	5,100	6,410	6,426
Cash at the end of the reporting period	2,814	5,100	6,410	6,426	7,878

TABLE 3.4 – DEPARTMENTAL CAPITAL BUDGET STATEMENT

	<i>Note</i>	Actual	Revised	FORWARD		
		2003-04	Budget	2005-06	2006-07	2007-08
	\$'000	2004-05	\$'000	\$'000	\$'000	
Capital appropriations						
Total equity injections	0	0	0	0	0	
Total loans	0	0	0	0	0	
Represented by:						
Purchase of non-current assets	0	0	0	0	0	
Other	0	0	0	0	0	
Purchase of non-current assets						
Funded by capital appropriations	0	0	0	0	0	
Funded internally by departmental resources	13,241	5,000	9,000	10,500	9,500	

**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>	8,197	51,057	47,053	0	0	7	106,314
Additions *			5,000				5,000
Disposals			150				150
Revaluation Increments							
Recoverable Amount Write- Downs							
Net Transfers free of Charge							
Depreciation/Amortisation Expense		2,500	6,938			3	9,441
Write-off of Assets							
<i>Carrying amount at the end of the year</i>	8,197	48,557	44,965	0	0	4	101,723

*** TOTAL ADDITIONS**

Self funded	5,000	5,000
TOTAL	5,000	5,000

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) *Administered investments in controlled entities*

Each Commonwealth Department is required to show an administered investment in each *Commonwealth Authority and Company (CAC) Act 1997* entity within their portfolio. These administered investments should be valued at the Commonwealth's ownership interest in the net assets of those CAC entities, fixed at a notional acquisition date of 30 June 1997.

(d) *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.