
Part C
Section 1

AGENCY
BUDGET STATEMENTS

NATIONAL OCEANS
OFFICE

Overview, Appropriations and Budget Measures

OVERVIEW

The National Oceans Office is responsible for coordinating and promoting a whole of government approach to the implementation and further development of Australia's Oceans Policy. Through its integrated and ecosystem-based approach to planning and management for all ocean uses in areas under Australia's jurisdiction, Australia's Oceans Policy sets a world-leading framework for dealing with the complex issues facing the long term future of our oceans.

APPROPRIATIONS AND RESOURCING

The total appropriation for the National Oceans Office in 2004–05 is \$9.342 million.

Table 1.1 on the following page, shows the revenues for the National Oceans Office for 2004–05.

TABLE 1.1 – APPROPRIATIONS AND OTHER REVENUE FOR 2004-2005 (\$'000)

| | DEPARTMENTAL PRICE OF OUTPUTS | | | | | Total Approp |
|---|---|-------------------|-------------------------|---|---|-------------------------|
| | Revenue from Government (Appropriations) | | | Revenue from other Sources ⁽²⁾ | Total Price of Outputs ⁽¹⁾ | |
| | Bill 1 | Special Approp | Total Approp | | | |
| | A | B | C | D | E=C+D | |
| Outcome 1 Sub-outcome <i>Australians working together towards the ecologically sustainable management of the oceans</i> | 9,342 | 0 | 9,342 99.8% # | 16 | 9,358 | 9,342 |
| TOTAL | 9,342 | 0 | 9,342 | 16 | 9,358 | 9,342 |

(1) Refer Table 3.1 Budgeted Departmental Statement of Financial Performance for application of agency revenue.

(2) Revenue from other sources includes other revenue from Government (services received free of charge). Refer Table 1.3 – Receipts from Independent Sources.

Percentage figure indicates the percentage contribution of revenue from Government (departmental output appropriations) to the total price of outputs. The overall percentage for the National Oceans Office is 99.8%.

TABLE 1.2 – SUMMARY OF MEASURES DISCLOSED IN THE 2004-05 BUDGET

There are no measures for the National Oceans Office in the 2004-05 Budget.

TABLE 1.3 – RECEIPTS FROM INDEPENDENT SOURCES

| | 2003-2004 Estimated Revenue | 2004-2005 Estimated Revenue |
|---|-----------------------------------|-----------------------------------|
| | \$'000 | \$'000 |
| Services received free of charge (Audit services from Australian National Audit Office) | 16 | 16 |
| TOTAL ESTIMATED REVENUE | 16 | 16 |

TABLE 1.4 – MOVEMENT OF ADMINISTERED FUNDS FROM 2003-04 TO 2004-05

There are no movements of administered funds from 2003-04 to 2004-05 for the National Oceans Office.

TABLE 1.5 – ESTIMATES OF EXPENSES FROM SPECIAL APPROPRIATIONS

There are no special appropriations for the National Oceans Office in the 2004-05 Budget.

TABLE 1.6 – ESTIMATES OF SPECIAL ACCOUNT FLOWS AND BALANCES

There are no special accounts for the National Oceans Office in the 2004-05 Budget.

ADMINISTERED CAPITAL AND DEPARTMENTAL EQUITY INJECTIONS AND LOANS

The National Oceans Office has not been appropriated any administered capital for 2004-05 and will not receive any departmental equity injection or loans in 2004-05.

Part C
Section 2
National Oceans Office

**OUTCOMES AND
OUTPUTS INFORMATION**

OVERVIEW

The following section provides details of the budget implications for the National Oceans Office. Specifically it provides in the following order:

- a diagrammatic representation of the output groups and individual outputs;
- a description of the Sub-outcome;
- details of the Budget Measures that impact on the Sub-outcome;
- Table 2.1 providing details of the financial resources for the Sub-outcome;
- a description of how the departmental outputs comprising the Sub-outcome contribute to that outcome;
- Table 2.2 which provides performance information for each departmental output; and
- general information on performance and evaluation.

Sub-outcome and Output Groups

| | Total Price of Outputs \$'000 | Departmental Outputs Appropriation \$'000 |
|--|--|--|
|--|--|--|

| | | |
|-------------------------------|--------------|--------------|
| NATIONAL OCEANS OFFICE | 9,358 | 9,342 |
|-------------------------------|--------------|--------------|

| | | |
|---|--------------|--------------|
| <i>Sub-outcome - Australians working together towards the ecologically sustainable management of the oceans</i> | | |
| 1.1 Regional Marine Planning | 7,767 | 7,753 |
| 1.2 Oceans Policy | 1,591 | 1,589 |
| TOTAL SUB-OUTCOME | 9,358 | 9,342 |

This structure shows the relationship between the Government Sub-outcome and contributing outputs for the National Oceans Office, presented here as output groups. Financial details for this Sub-outcome by outputs and output group appears in Table 2.1 while non-financial information for the Sub-outcome appears in Table 2.2.

OUTPUT COST ATTRIBUTION

The National Oceans Office allocates corporate overheads on the basis of direct employee costs attributed to each Sub-outcome.

Relationship Between Sub-outcome and Contributing Outputs

The following chart provides a diagrammatic representation of the output groups and individual outputs feeding into those groups, contributing to Outcome 1 (Environment).

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

Sub-outcome - *Australians working together towards the ecologically sustainable management of the oceans*

| | |
|-------------------------------------|---|
| 1.1 Regional Marine Planning | Contribution to the development of Regional Marine Plans |
| 1.2 Oceans Policy | Contribution to the implementation and further development of Australia's Oceans Policy |

Note: Revenue from Government through appropriations contributes to 99.8 % of the total output price for this outcome for 2004-05.

CHANGES TO OUTCOMES AND OUTPUTS

There have been no changes to the output structure for the National Oceans Office since the 2003-04 Budget.

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

SUB-OUTCOME: *Australians working together towards the ecologically sustainable management of the oceans*

Australia's Oceans Policy sets in place a framework for integrated and ecosystem-based planning and management of Australia's marine jurisdictions. The Policy promotes the ecologically sustainable development of the resources of Australia's oceans and the encouragement of internationally competitive marine industries, while ensuring the protection of marine biological diversity.

The National Oceans Office is a key element of the institutional arrangements for implementing Australia's Oceans Policy. The institutional arrangements emphasise ministerial responsibility, consultation and stakeholder participation, and well-coordinated government support.

The National Oceans Office:

- provides secretariat and technical support to the National Oceans Ministerial Board, Oceans Board of Management, National Oceans Advisory Group, Oceans Policy Science Advisory Group and regional planning and advisory committees;
- coordinates the development of Regional Marine Plans;
- coordinates whole of government input into the implementation and further development of Australia's Oceans Policy;
- coordinates the development of Commonwealth and national approaches to integrated management of the oceans;
- supports the Natural Resource Management Ministerial Council in its consideration of Oceans Policy matters;
- acts as the main coordination point between the Commonwealth, states and territories on Oceans Policy and the development of Regional Marine Plans;
- provides information to all stakeholders on oceans policy and regional marine planning matters;
- coordinates a strategic approach to marine science research and data management to support Australia's Oceans Policy; and
- coordinates Australia's approach to international oceans issues.

MEASURES AFFECTING THE SUB-OUTCOME

There are no measures for the National Oceans Office in the 2004-05 Budget.

TOTAL RESOURCES FOR THE SUB-OUTCOME

The following Table 2.1 provides details of the financial resources for the National Oceans Office. It shows the expenditure for each output group, revenue from Government, revenue from other sources and the total price of outputs. The average staffing level for this Sub-outcome also appears at the end of the table.

TABLE 2.1 – TOTAL RESOURCES FOR THE SUB-OUTCOME

| | Estimated Actuals 2003-04 \$'000 | Budget 2004-05 \$'000 |
|---|---|-----------------------------|
| ADMINISTERED APPROPRIATIONS | 0 | 0 |
| ADMINISTERED SPECIAL ACCOUNTS | 0 | 0 |
| DEPARTMENTAL APPROPRIATIONS | | |
| Output 1.1 – Regional Marine Planning | 7,314 | 7,753 |
| Output 1.2 – Oceans Policy | 1,828 | 1,589 |
| TOTAL REVENUE FROM GOVERNMENT (Appropriations) | 9,142 | 9,342 |
| <i>Contributing to Price of Departmental Output</i> | <i>99.8%</i> | <i>99.8%</i> |
| REVENUE FROM OTHER SOURCES | | |
| Output 1.1 – Regional Marine Planning | 13 | 14 |
| Output 1.2 – Oceans Policy | 3 | 2 |
| TOTAL REVENUE FROM OTHER SOURCES | 16 | 16 |
| TOTAL PRICE OF DEPARTMENTAL OUTPUTS | 9,158 | 9,358 |
| DEPARTMENTAL SPECIAL ACCOUNTS | 0 | 0 |
| TOTAL ESTIMATED RESOURCING | 9,158 | 9,358 |

| | 2003-2004 | 2004-2005 |
|--|-----------|-----------|
| AVERAGE STAFFING LEVEL (NUMBER) | 43.0 | 44.0 |

CONTRIBUTION OF OUTPUTS

The National Oceans Office outputs are targeted towards improving the ecologically sustainable management of Australia's oceans through:

- the development and implementation of Regional Marine Plans; and
- coordinated implementation and further development of Australia's Oceans Policy.

The outputs will be delivered in a way that:

- promotes ecologically sustainable development of ocean resources;
- encourages internationally competitive marine industries; and
- protects marine biological diversity.

PERFORMANCE INFORMATION FOR THE SUB-OUTCOME

The following Table 2.2 lists the performance information that the National Oceans Office will use to assess the level of its achievement of the Sub-outcome during 2004-05. It is comprised of two parts:

- (A) overall achievement - performance information for the outcome overall; and
- (B) performance information for Departmental Outputs - quantitative, qualitative and, price for each output.

TABLE 2.2 – PERFORMANCE INFORMATION FOR THE SUB-OUTCOME***(A) Effectiveness – Overall Achievement of the Outcome***

| | |
|---|---|
| Australians working together towards the ecologically sustainable management of the oceans. | All National Oceans Office initiatives will be developed and implemented in close consultation with all stakeholders to facilitate a coordinated approach to ecosystem based planning and management of Australia's oceans. |
|---|---|

(B) Performance Information for Departmental Outputs**OUTPUT GROUP 1.1 – REGIONAL MARINE PLANNING**

| | | |
|--|----------------|--|
| Contribution to the development of Regional Marine Plans | <i>Quality</i> | <p>Initial implementation of key South-east Regional Marine Plan actions are progressed to the satisfaction of the National Oceans Ministerial Board.</p> <p>Agreement by Governments to the Northern Planning process, Scoping Report and related recommendations.</p> <p>Mechanisms for integrated marine planning in the Torres Strait are agreed by Governments.</p> <p>Valued and timely papers are prepared for the Regional Planning and Advisory Groups.</p> <p>Agreement by Governments to a collaborative approach to a planning process for the South-west marine area.</p> <p>National marine spatial data infrastructure and marine research are effectively supporting regional marine planning processes.</p> |
|--|----------------|--|

(B) Performance Information for Departmental Outputs (continued)

OUTPUT GROUP 1.1 – REGIONAL MARINE PLANNING *(continued)*

| | |
|-----------------|--|
| <i>Quantity</i> | <p>Area of Australia’s Exclusive Economic Zone covered by regional marine planing processes.</p> <p>Completion of the priority action items in the South-east Regional Marine Plan.</p> <p>Scoping Agreement for the Northern Marine Planning process and the number of Assessment streams arising from the process.</p> <p>Memorandum of Understanding with South and Western Australian Governments on the South-western regional marine planning process. Snapshot of the South-West region.</p> <p>Amount of marine scientific, economic and social research conducted and data collected and managed.</p> <p>Completion of the National Marine Bioregionalisation Report and the National Marine Atlas.</p> <p>Oceans portal project completed and a marine registry linked to national data providers.</p> <p>Number of forums and meetings to facilitate stakeholder participation.</p> <p>Number of meetings of specialist working groups.</p> <p>Number of meetings of Regional Planning and Advisory Groups.</p> |
| <i>Price</i> | \$7.767m |

(B) Performance Information for Departmental Outputs (continued)**OUTPUT GROUP 1.2 – OCEANS POLICY**

| | | |
|---|-----------------|--|
| Contribution to the implementation and further development of Australia's Oceans Policy | <i>Quality</i> | <p>Advice to Ministers will be comprehensive, timely and canvass all relevant stakeholders.</p> <p>Valued and timely papers prepared for the National Oceans Ministerial Board (NOMB), Oceans Board of Management (OBOM), Oceans Policy Science Advisory Group (OPSAG) and National Oceans Advisory Group (NOAG) meetings and input to other relevant policy issues.</p> <p>Timely, valued contributions to relevant international meetings and processes.</p> <p>Mechanisms for integrated oceans management in the Commonwealth are further developed and progress made on appropriate inter-governmental mechanisms.</p> <p>Substantial progress is made towards an agreement on principles and elements for national integrated oceans management appropriate inter-governmental mechanisms.</p> |
| | <i>Quantity</i> | <p>Ministerial advice – number of briefs, ministerials, questions on notice, committees.</p> <p>Coordination requests and input to other policy issues.</p> <p>Acceptance of Australia's international policy on oceans management.</p> <p>Commonwealth guidelines for integrated oceans management.</p> <p>Number of forums for stakeholder participation.</p> <p>Number of meetings of specialist working groups.</p> <p>Number of meetings of NOMB, OBOM, OPSAG and NOAG.</p> |
| | <i>Price</i> | \$1.591m |

PERFORMANCE INFORMATION

Achievement of planned performance will be reported in the National Oceans Office's 2004-05 Annual Report.

EVALUATIONS

The National Oceans Office is committed to putting in place more cost-effective ways of delivering outputs. During 2004-05, more cost-effective ways of delivering regional marine planning processes and conducting marine science research will be put in place based on an independent review of the implementation of Oceans Policy completed in 2002-03.

Part C
Section 3
National Oceans Office

**BUDGETED FINANCIAL
STATEMENTS**

Budgeted Financial Statements

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

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

The Agency is budgeting for a zero operating profit in both 2003-04 and 2004-05. The increase in appropriation revenue in 2004-05 is attributable to indexation and supplementation for increased financial reporting costs.

Funding for the National Oceans Office lapses at 30 June 2005 and future funding will be considered by Government in the context of the 2005-06 Budget.

Budgeted Departmental Statement of Financial Performance

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

Budgeted Departmental Statement of Financial Position

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

DEPARTMENTAL FINANCIAL STATEMENTS

Budgeted Departmental Statement of Financial Performance

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

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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)**

| | Estimated | Budget | FORWARD | | |
|--|--------------|--------------|-----------|-----------|-----------|
| | Actual | Estimate | ESTIMATES | | |
| <i>Note</i> | 2003-04 | 2004-05 | 2005-06 | 2006-07 | 2007-08 |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| REVENUES FROM ORDINARY ACTIVITIES | | | | | |
| Revenues from Government | 9,142 | 9,342 | 23 | 23 | 24 |
| Sales of goods and services | 0 | 0 | 0 | 0 | 0 |
| Other | 16 | 16 | 0 | 0 | 0 |
| Total revenues from ordinary activities | 9,158 | 9,358 | 23 | 23 | 24 |
| EXPENSES FROM ORDINARY | | | | | |
| ACTIVITIES (excluding borrowing costs expense) | | | | | |
| Employees | 3,578 | 3,761 | 23 | 23 | 23 |
| Suppliers | 5,407 | 5,497 | 0 | 0 | 0 |
| Grants | 0 | 0 | 0 | 0 | 0 |
| Depreciation and amortisation | 173 | 100 | 0 | 0 | 0 |
| Total expenses from ordinary activities (excluding borrowing costs expense) | 9,158 | 9,358 | 23 | 23 | 24 |
| Borrowing cost expense | 0 | 0 | 0 | 0 | 0 |
| Net Surplus or (deficit) from ordinary activities | 0 | 0 | 0 | 0 | 0 |
| Gain or loss on extraordinary items | 0 | 0 | 0 | 0 | 0 |
| Net Surplus or (deficit) | 0 | 0 | 0 | 0 | 0 |
| Net Surplus or (deficit) attributable to the Commonwealth | 0 | 0 | 0 | 0 | 0 |

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

| | Estimated | Budget | FORWARD | | |
|-------------------------------------|--------------|-----------------|-----------|----------|----------|
| | Actual | Estimate | ESTIMATES | | |
| <i>Note</i> | 2003-04 | 2004-05 | 2005-06 | 2006-07 | 2007-08 |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| ASSETS | | | | | |
| Financial Assets | | | | | |
| Cash | 1,586 | 1,650 | 0 | 0 | 0 |
| Receivables | 43 | 43 | 0 | 0 | 0 |
| Accrued revenues | 0 | 0 | 0 | 0 | 0 |
| Other | 0 | 0 | 0 | 0 | 0 |
| Total financial assets | 1,629 | 1,693 | 0 | 0 | 0 |
| Non-financial assets | | | | | |
| Land and buildings | 0 | 0 | 0 | 0 | 0 |
| Infrastructure, plant and equipment | 143 | 143 | 0 | 0 | 0 |
| Total Non-financial assets | 143 | 143 | 0 | 0 | 0 |
| Total Assets | 1,772 | 1,836 | 0 | 0 | 0 |
| 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 | 516 | 580 | 0 | 0 | 0 |
| Other | 0 | 0 | 0 | 0 | 0 |
| Total Provisions | 516 | 580 | 0 | 0 | 0 |
| Payables | | | | | |
| Suppliers | 0 | 0 | 0 | 0 | 0 |
| Grants | 0 | 0 | 0 | 0 | 0 |
| Other | 0 | 0 | 0 | 0 | 0 |
| Total Payables | 0 | 0 | 0 | 0 | 0 |
| Total Liabilities | 516 | 580 | 0 | 0 | 0 |

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

| | Estimated | Budget | FORWARD | | |
|--|--------------|-----------------|-----------|----------|----------|
| | Actual | Estimate | 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 | 0 | 0 | 0 | 0 | 0 |
| Reserves | 0 | 0 | 0 | 0 | 0 |
| Statutory funds | 0 | 0 | 0 | 0 | 0 |
| Retained surpluses or accumulated deficits | 1,256 | 1,256 | 0 | 0 | 0 |
| Total parent entity interest | 1,256 | 1,256 | 0 | 0 | 0 |
| Total equity | 1,256 | 1,256 | 0 | 0 | 0 |
| Current liabilities | 296 | 330 | 0 | 0 | 0 |
| Non-Current Liabilities | 220 | 250 | 0 | 0 | 0 |
| Current assets | 1,629 | 1,693 | 0 | 0 | 0 |
| Non-current assets | 143 | 143 | 0 | 0 | 0 |

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

| | Estimated Actual 2003-04 | Budget Estimate 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 | 9,142 | 9,342 | 23 | 23 | 24 |
| Other | 841 | 560 | 0 | 0 | 0 |
| Total cash received | 9,983 | 9,902 | 23 | 23 | 24 |
| Cash Used | | | | | |
| Employees | 3,652 | 3,697 | 23 | 23 | 24 |
| Suppliers | 7,019 | 6,041 | 0 | 0 | 0 |
| Other | 0 | 0 | 0 | 0 | 0 |
| Total cash used | 10,671 | 9,738 | 23 | 23 | 24 |
| Net cash from operating activities | (688) | 164 | 0 | 0 | 0 |
| INVESTING ACTIVITIES | | | | | |
| Cash Received | | | | | |
| Proceeds from sale of property, plant and equipment | 0 | 0 | 0 | 0 | 0 |
| Total Cash Received | 0 | 0 | 0 | 0 | 0 |
| Cash used | | | | | |
| Purchase of property, plant and equipment | 120 | 100 | 0 | 0 | 0 |
| Other | 0 | 0 | 1,650 | 0 | 0 |
| Total cash used | 120 | 100 | 1,650 | 0 | 0 |
| Net cash from investing activities | (120) | (100) | (1,650) | 0 | 0 |
| FINANCING ACTIVITIES | | | | | |
| Cash Received | | | | | |
| Proceeds from debt | 0 | 0 | 0 | 0 | 0 |
| Proceeds from issuing equity instruments | 0 | 0 | 0 | 0 | 0 |
| Total Cash Received | 0 | 0 | 0 | 0 | 0 |

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

| | Estimated Actual 2003-04 \$'000 | Budget Estimate 2004-05 \$'000 | FORWARD ESTIMATES | | |
|---|--|---|----------------------|-------------------|-------------------|
| <i>Note</i> | | | 2005-06 \$'000 | 2006-07 \$'000 | 2007-08 \$'000 |
| Cash Used | | | | | |
| Repayment of debt | 0 | 0 | 0 | 0 | 0 |
| Capital use charge paid | 0 | 0 | 0 | 0 | 0 |
| Dividends paid | 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) | 2 | (808) | (1,650) | 0 | 0 |
| Cash at the beginning of the reporting period | 2,394 | 1,586 | 1,650 | 0 | 0 |
| Cash at the end of the reporting period | 1,586 | 1,650 | 0 | 0 | 0 |

TABLE 3.4 – DEPARTMENTAL CAPITAL BUDGET STATEMENT

| | Estimated Actual | Budget Estimate | FORWARD ESTIMATES | | |
|---|---------------------|----------------------------|----------------------|---------|---------|
| <i>Note</i> | 2003-04 | 2004-05 | 2005-06 | 2006-07 | 2007-08 |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Capital appropriations | | | | | |
| Total equity injections | | | | | |
| Total loans | | | | | |
| Represented by: | | | | | |
| Purchase of non-current assets | | | | | |
| Other | | | | | |
| Purchase of non-current assets | | | | | |
| Funded by capital appropriations | | | | | |
| Funded internally by departmental resources | 120 | 100 | 0 | 0 | 0 |

**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> | 0 | 0 | 143 | 0 | 0 | 0 | 143 |
| Additions * | | | 100 | | | | 100 |
| Disposals | | | | | | | |
| Revaluation Increments | | | | | | | |
| Recoverable Amount Write- Downs | | | | | | | |
| Net Transfers free of Charge | | | | | | | |
| Depreciation/Amortisation Expense | | | 100 | | | | 100 |
| Write-off of Assets | | | | | | | |
| <i>Carrying amount at the end of the year</i> | 0 | 0 | 143 | 0 | 0 | 0 | 143 |

* TOTAL ADDITIONS

| | | |
|--------------|-----|------------|
| Self funded | 100 | 100 |
| TOTAL | 100 | 100 |

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.

2. Cash reserves in 2005-06 of \$1.650m assumed to be returned to the Official Public Account as funding for the National Oceans Office lapses at 30 June 2005. Refer explanation under Analysis of Budgeted Financial Performance.

Part C
Section 4
National Oceans Office

**PURCHASER-PROVIDER
AND COST RECOVERY
ARRANGEMENTS**

PURCHASER-PROVIDER ARRANGEMENTS

CROSS AGENCY OVERVIEW

The National Oceans Office has a cross agency agreement with the Department of the Environment and Heritage whereby the Department provides transactional corporate services to the Oceans Office on a commercial basis.

RESPONSIBILITY

The Director of the National Oceans Office is responsible to the National Oceans Ministerial Board, through the Minister for the Environment and Heritage as Chair, for the delivery and management of the National Oceans Office's outputs.

CONTROL ARRANGEMENTS

The National Oceans Office is a prescribed agency under the *Financial Management and Accountability Act 1997*. It was established as an Executive Agency under the *Public Service Act 1999* in December 1999.

The Director of the National Oceans Office is accountable to the National Oceans Ministerial Board through the Minister for the Environment and Heritage as Chair. The other members of the Ministerial Board are the Ministers for Agriculture, Fisheries and Forestry; Education, Science and Training; Industry, Tourism and Resources; and Transport and Regional Services.

Supporting the Ministerial Board are:

- the Oceans Board of Management – chaired by the Secretary of the Department of Environment and Heritage and comprising the senior officials of the National Oceans Office; the Departments of Agriculture, Fisheries and Forestry; Education, Science and Tourism; Industry, Tourism and Resources; Transport and Regional Services and other Departments as appropriate.
- the National Oceans Advisory Group - comprising non-government members selected for their expertise in oceans issues relating to sectoral interests such as industry, science and conservation.
- the Oceans Policy Science Advisory Group – comprising government and non-government members who provide scientific advice and support to the Ministerial Board and the Oceans Board of Management.

PERFORMANCE AGAINST OUTCOMES AND OUTPUTS

Refer to National Oceans Office, Section 2.

COST RECOVERY ARRANGEMENTS

SUMMARY OF COST RECOVERY IMPACT STATEMENT

The National Oceans Office is committed to implementing the Commonwealth's formal cost recovery policy. In accordance with this policy the National Oceans Office will adhere to the Commonwealth's cost recovery guidelines when:

- undertaking reviews consistent with the Government's five-year review schedule for existing cost recovery arrangements;
- new cost recovery arrangements are proposed;
- significant amendments to existing arrangements are being considered; and
- periodic reviews of cost recovery arrangements are required.

