

Part C

**AGENCY ADDITIONAL ESTIMATES
STATEMENTS**

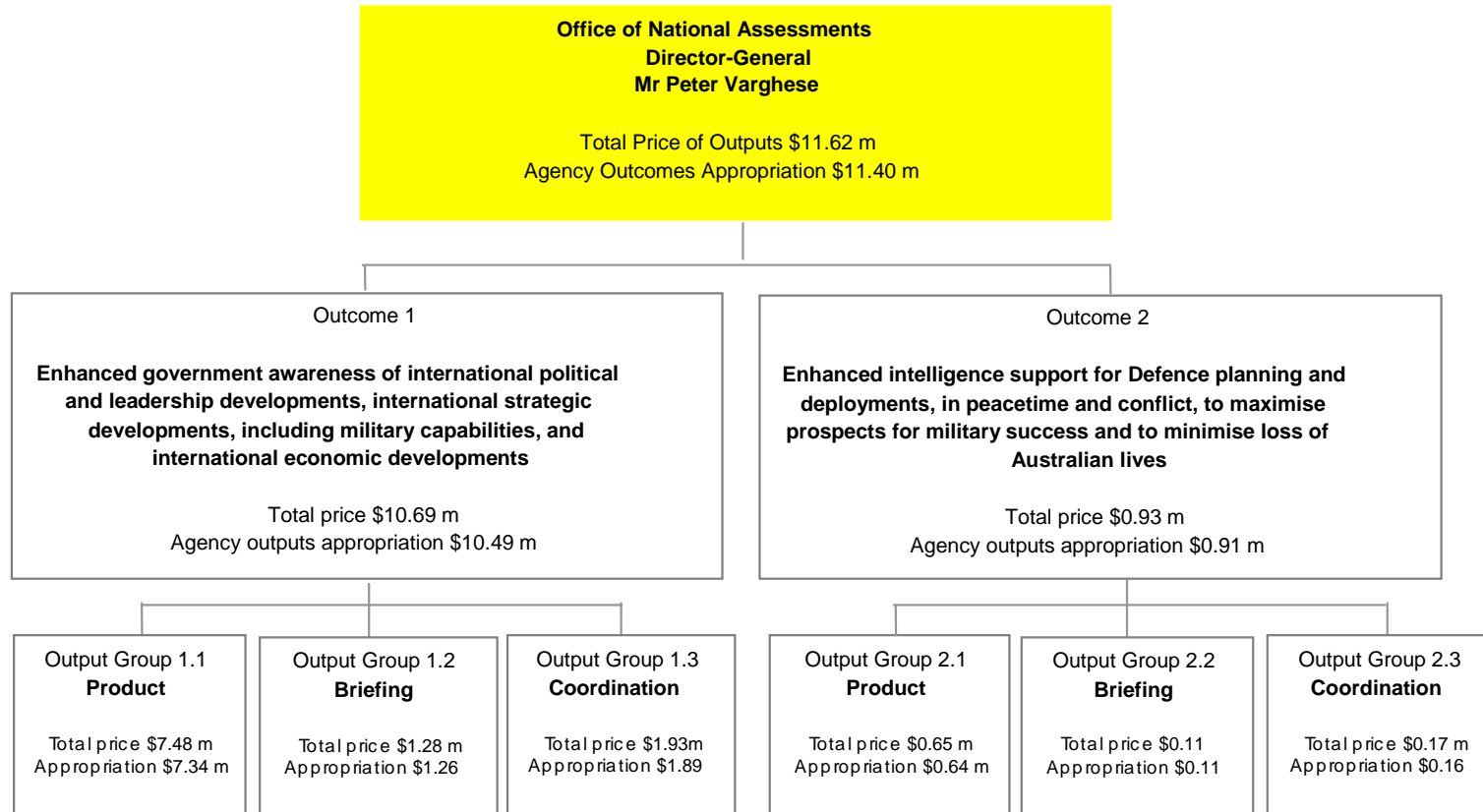
OFFICE OF NATIONAL ASSESSMENTS

OFFICE OF NATIONAL ASSESSMENTS

Section 1: Overview, variations and measures

There have been no significant changes to ONA's outcomes as a result of the Additional Estimates.

Map 2: Outcomes and output groups for the agency



ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

The Office is being provided with a one-off appropriation of \$18,000 to cover the increase in Comcover’s premium. The Office is also being provided with on-going additional funding to meet the Budget estimates enhanced quality and timeliness requirements flowing from the Budget Estimates and Framework Review (BEFR). Additional appropriation of \$70,000 together with a one-off capital funding of \$10,000 is being provided in 2003-2004.

Measures & Variations

	2003-04 (\$'000)	2004-05 (\$'000)	2005-06 (\$'000)	2006-07 (\$'000)
Outcomes 1&2				
Increase in agency appropriations				
Comcover premium supplementation	18	-	-	-
Budget estimates - enhanced quality and timeliness	80	60	60	60
Total	98	60	60	60

MEASURES — AGENCY SUMMARY

Explanations for the measures and policy outcomes being provided through the AEs process are:

Budget estimates – enhanced quality and timeliness

The Government will provide additional funding to agencies of \$88.5 million over five years (including \$0.1 million in 2007-08) to implement the Budget Estimates and Framework Review (BEFR) recommendations. This funding includes capital of \$7.4 million over four years.

In the 2003-04 Budget the Government made provision for \$78 million over five years to improve the accuracy, responsiveness and effectiveness of agencies’ contribution to the Commonwealth’s budget estimates and framework system and to assist agencies to drive improved financial management and reporting within their organisations. The Government has provided an extra \$10.5 million over five years to fund agencies to implement the BEFR recommendations.

See Table 1.1: Summary of measures since the 2003-04 Budget for details of the Office’s funding for this measure.

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Table 1.1: Summary of measures since the 2003-04 Budget

Measures	Outcome	Output groups affected	Appropriations 2003-04 (\$'000)			Appropriations 2004-05 (\$'000)			Appropriations 2005-06 (\$'000)			Appropriations 2006-07 (\$'000)		
			Admin items	Dept output	Total	Admin items	Dept output	Total	Admin items	Dept output	Total	Admin items	Dept output	Total
Expense														
Budget estimates – enhanced quality and timeliness	1&2	All	-	70	70	-	60	60	-	60	60	-	60	60
Capital														
Budget estimates – enhanced quality and timeliness	1&2	All	-	10	10	-	-	-	-	-	-	-	-	-
Total			-	80	80	-	60	60	-	60	60	-	60	60

Table 1.2: Appropriation Bill (No. 3) 2003-04

	2002-03 available \$'000	2003-04 budget \$'000	2003-04 revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
AGENCY OUTPUTS					
Outcome 1					
Enhanced government awareness of international political and leadership developments, international strategic developments, including military capabilities, and international economic developments	7,018	10,394	10,475	81	-
Outcome 2					
Enhanced intelligence support for Defence planning and deployments, in peacetime and conflict, to maximise prospects for military success and to minimise loss of Australian lives	610	904	911	7	-
Total Agency Outputs	7,628	11,298	11,386	88	-

Table 1.3: Appropriation Bill (No. 4) 2003-04

	2002-03 available \$'000	2003-04 budget \$'000	2003-04 revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Non-Operating					
Equity injection	-	-	10	10	-
Total	-	-	10	10	-

REVENUE FROM INDEPENDENT SOURCES

There has been no change to Revenue from Independent Sources since the Budget.

Section 2: Revisions to outcomes and outputs

Output cost attribution

ONA allocates its resources and funding under the broad guidance of the government's assessment priorities. Staffing costs for analytical staff are directly attributed to the appropriate output. The cost of corporate services, staff and resources is attributed in direct relation of analytical staff numbers to outputs. Staffing costs of salary and superannuation account for approximately 62% of ONA's resources.

Table 2.1: Performance information for outputs affected by additional estimates — Outcome 1

Output	Performance information 2003-04 budget	Performance information 2003-04 revised
Output 1.1 - Product	Quality: How product is judged by customers in terms of uniqueness, timeliness and responsiveness, relevance and accuracy Price: \$7.42m	Quality: How product is judged by customers in terms of uniqueness, timeliness and responsiveness, relevance and accuracy Price: \$7.48m
Output 1.2 - Briefing	Quality: How briefings are judged by customers in terms of uniqueness, timeliness and responsiveness, relevance and accuracy Price: \$1.27m	Quality: How briefings are judged by customers in terms of uniqueness, timeliness and responsiveness, relevance and accuracy Price: \$1.28m
Output 1.3 - Coordination	Quality: Measurement - against pre-determined targets - of resource use and outputs against the NFIA Ps Responsiveness to and management of crises Efficiency of liaison between assessment and collection agencies and customers Price: \$1.91m	Quality: Measurement - against pre-determined targets - of resource use and outputs against the NFIA Ps Responsiveness to and management of crises Efficiency of liaison between assessment and collection agencies and customers Price: \$1.93m

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**Table 2.2: Performance information for outputs affected by additional estimates
— Outcome 2**

Output	Performance information 2003-04 budget	Performance information 2003-04 revised
Output 2.1 - Product	Quality: How product is judged by customers in terms of uniqueness, timeliness and responsiveness, relevance and accuracy Price: \$0.64m	Quality: How product is judged by customers in terms of uniqueness, timeliness and responsiveness, relevance and accuracy Price: \$0.65m
Output 2.2 - Briefing	Quality: How briefings are judged by customers in terms of uniqueness, timeliness and responsiveness, relevance and accuracy Price: \$0.11m	Quality: How briefings are judged by customers in terms of uniqueness, timeliness and responsiveness, relevance and accuracy Price: \$0.11m
Output 2.3 - Coordination	Quality: Measurement - against pre-determined targets - of resource use and outputs against the NFIA Ps Responsiveness to and management of crises Efficiency of liaison between assessment and collection agencies and customers Price: \$0.16m	Quality: Measurement - against pre-determined targets - of resource use and outputs against the NFIA Ps Responsiveness to and management of crises Efficiency of liaison between assessment and collection agencies and customers Price: \$0.17m

Section 3: Budgeted financial statements

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

There are no significant changes to the budgeted financial statements.

BUDGETED FINANCIAL STATEMENTS

Budgeted statement of financial performance

This statement provides a picture of the expected financial results for the Office by identifying full accrual expenses, revenues and capital use charge, indicating whether the Office is operating at a sustainable level.

Budgeted statement of financial position

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

Budgeted 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.

Capital budget statement

Shows all planned Agency 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.

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

	Actual 2002-03 \$'000	Revised budget 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000	Forw ard estimate 2006-07 \$'000
Revenues from ordinary activities					
Revenue from Government	7,866	11,623	10,625	10,783	10,935
Interest	15	-	-	-	-
Revenue from sales of assets	1	-	-	-	-
Revenues from ordinary activities	7,882	11,623	10,625	10,783	10,935
Expenses from ordinary activities (excluding borrowing costs)					
Employees	5,733	7,166	7,171	7,301	7,392
Suppliers	3,052	3,282	2,864	2,861	2,898
Depreciation and amortisation	334	560	590	621	645
Value of assets sold	5	-	-	-	-
Other	150	-	-	-	-
Expenses from ordinary activities (excluding borrowing costs expense)	9,274	11,008	10,625	10,783	10,935
Borrow ing cost expense	22	11	-	-	-
Net surplus or deficit	(1,414)	604	-	-	-
Valuation adjustment AASB 1041	(208)	-	-	-	-
Net surplus or deficit attributable to Commonwealth	(1,622)	604	-	-	-

Table 3.2: Budget departmental statement of financial position as at 30 June

	Actual 2002-03 \$'000	Revised budget 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000	Forw ard estimate 2006-07 \$'000
ASSETS					
Financial assets					
Cash	6	20	20	20	20
Receivables	121	30	30	30	30
Total financial assets	127	50	50	50	50
Non-financial assets					
Infrastructure, plant and equipment	713	903	922	988	1,049
Intangibles	354	331	296	276	261
Other	88	120	120	120	120
Total non-financial assets	1,155	1,354	1,338	1,384	1,430
Total assets	1,282	1,404	1,388	1,434	1,480
LIABILITIES					
Interest bearing liabilities					
Loans	200	-	-	-	-
Total interest bearing liabilities	200	-	-	-	-
Provisions					
Employees	1,781	1,763	1,807	1,852	1,899
Other	150	150	150	150	150
Total provisions	1,931	1,913	1,957	2,002	2,049
Payables					
Suppliers	694	430	380	381	380
Total payables	694	430	380	381	380
Total liabilities	2,825	2,343	2,337	2,383	2,429
EQUITY					
Parent equity interest					
Retained surpluses or accumulated deficits	(1,543)	(939)	(949)	(949)	(949)
Total parent equity interest	(1,543)	(1,543)	(949)	(949)	(949)
Total equity	(1,543)	(1,543)	(949)	(949)	(949)
Current liabilities	1,513	871	832	844	855
Non-current liabilities	1,312	1,322	1,355	1,389	1,424
Current assets	127	50	50	50	50
Non-current assets	1,155	1,344	1,338	1,384	1,430

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

	Actual 2002-03 \$'000	Revised budget 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000	Forw ard estimate 2006-07 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	7,628	11,396	10,609	10,767	10,919
Interest	16	-	-	-	-
Other	186	352	251	251	255
Total cash received	7,830	11,748	10,860	11,018	11,174
Cash used					
Employees	5,413	7,166	7,171	7,301	7,392
Suppliers	2,714	4,108	3,239	3,267	3,332
Total cash used	8,127	11,274	10,410	10,568	10,724
Net cash from/(used by) operating activities	(297)	474	450	450	450
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	1	-	-	-	-
Total cash received	1	-	-	-	-
Cash used					
Purchases of property, plant and equipment	296	460	450	450	450
Total cash used	296	460	450	450	450
Net cash from/(used by) investing activities	(295)	(460)	(450)	(450)	(450)
FINANCIAL ACTIVITIES					
Cash received					
Net cash from/(used by) financing activities	-	-	-	-	-
Net increase in cash held	(592)	14	-	-	-
Cash at the beginning of the reporting period	598	6	20	20	20
Cash at the end of the reporting period	6	20	20	20	20

Table 3.4: Departmental capital budget statement

	Actual 2002-03 \$'000	Revised budget 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000	Forw ard estimate 2006-07 \$'000
PURCHASE OF NON-CURRENT ASSETS					
Funded by capital appropriations	-	10	-	-	-
Funded internally by agency resources	296	450	450	450	450
Total	296	460	450	450	450

Table 3.5: Non-financial assets — summary of movement (Budget year 2003-04)

	Land	Buildings	Specialist military equipment	Other infrastructure plant and equipment	Heritage and cultural assets	Computer Software	Other intangibles
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at the start of year	-	-	-	1,092	-	352	-
Additions	-	-	-	252	-	208	-
Disposals	-	-	-	-	-	-	-
Revaluation increments	-	-	-	-	-	-	-
Recoverable amount written-downs	-	-	-	-	-	-	-
Net transfers free of charge	-	-	-	-	-	-	-
Depreciation/amortisation expense	-	-	-	397	-	163	-
Write-off of assets	-	-	-	80	-	30	-
Carrying amount at the end of year	-	-	-	867	-	357	-
Total additions							
Self funded	-	-	-	252	-	198	-
Appropriations	-	-	-	-	-	10	-
Total	-	-	-	252	-	208	-

NOTES TO THE FINANCIAL STATEMENTS

The additional appropriation received in 2003-2004 and provided for the forward years will result mainly in a small increase in employer expenses in the Statement of Financial Performance and the Statement of Cash Flows.

Basis of accounting

The agency budget statements are prepared in compliance with Australian Accounting Standards, Accounting Guidance Releases and having regard to Statements of Accounting Concepts.