

Office of the Inspector-General of Intelligence and Security

Agency resources and planned performance

OFFICE OF THE INSPECTOR-GENERAL OF INTELLIGENCE AND SECURITY

Section 1: Agency overview and resources	255
1.1 Strategic direction	255
1.2 Agency resource statement	257
1.3 Budget measures.....	259
1.4 Transition from outcomes and outputs to outcomes and programs	260
1.5 Programs for which Treasury is appropriated under the new Federal Financial Relations (FFR) Framework.....	261
Section 2: Outcome and planned performance	262
2.1 Outcome performance information	262
Section 3: Explanatory tables and budgeted financial statements	266
3.1 Explanatory tables	266
3.2 Budgeted financial statements.....	268

OFFICE OF THE INSPECTOR-GENERAL OF INTELLIGENCE AND SECURITY

Section 1: Agency overview and resources

The planned outcome of the Office of the Inspector-General of Intelligence and Security (OIGIS) is:

Independent assurance for the Prime Minister, senior ministers and Parliament as to whether Australia's intelligence and security agencies act legally and with propriety by inspecting, inquiring into and reporting on their activities.

1.1 STRATEGIC DIRECTION

OIGIS was established in 1987 because of concerns that the Australian intelligence and security agencies needed stronger boundaries and controls on their activities, including a specialised review mechanism. This was in the context of new accountability arrangements for Commonwealth departments and agencies in general.

OIGIS is an independent review agency which conducts a proactive inspection program to examine individual casework/operations and control frameworks within the six Australian Intelligence Community (AIC) agencies, as well as conducting formal inquiries with the advantages of strong coercive powers, immunities and protections. Inquiries can be triggered by the Inspector-General's own motion, by complaints received, or by request from relevant ministers.

The focus of the office is on compliance by the agencies with Australian law and ministerial directions, the propriety of their activities, and respect for human rights.

The position of Inspector-General of Intelligence and Security is a statutory one, with a fixed term appointment and strong tenure to facilitate independence.

In recent years OIGIS has also taken on close monitoring of the use made of additional powers and capabilities by AIC agencies, to ensure that protections and safeguards are given full effect. Furthermore, following the 2004 Inquiry by Mr Philip Flood AO, the office undertakes reviews of the independence and integrity of the strategic assessment activities of the Office of National Assessments and the Defence Intelligence Organisation.

Add to this the increases in the size and activities of the AIC agencies, and there has been of necessity some growth in the size of OIGIS. The office now has 12 staff in

OIGIS Budget Statements

addition to the Inspector-General. Legal advice is obtained from the Australian Government Solicitor, and services from consultants/experts are accessed when necessary.

In 2009-10 OIGIS will host the 7th International Intelligence Review Agencies Conference. The conference represents an important opportunity to strengthen international relationships and learn from the experiences of similar review bodies. The office has sought and received permission to operate at a loss in the 2009/10 budget to accommodate this non-recurring expense.

2009-10 may also be a year in which there are developments with potential resource impacts in later years.

One proposal currently before the Parliament involves the Inspector-General appearing before the Administrative Appeals Tribunal as an expert witness in freedom of information matters involving exemption claims pertaining to national security, defence and foreign relations.

Another proposal to be introduced into the Parliament is that, with the approval of the Prime Minister only, the Inspector-General can inquire into intelligence/security matters in Commonwealth departments and agencies outside of the AIC.

There is also a proposal in the public domain for changes to the *Archives Act 1983* which, if proceeded with, would bring forward the time when OIGIS will have to process requests for access to open period OIGIS records.

1.2 AGENCY RESOURCE STATEMENT

Table 1.1 shows the total resources from all origins. The table summarises how resources will be applied by outcome and by administered and departmental classification.

Table 1.1: Office of the Inspector-General of Intelligence and Security resource statement — Budget estimates for 2009–10 as at Budget May 2009

	Estimate of prior year amounts available in 2009–10 \$'000	+ Proposed at Budget = 2009–10 \$'000	=	Total Estimate 2009–10 \$'000	Actual Available Appropriation 2008–09 \$'000
Ordinary Annual Services¹					
Departmental					
Prior year departmental appropriation		4		-	
Departmental appropriation	1,724	2,107		3,831	1,899
s. 31 relevant agency receipts ³	-	-		-	-
Total	1,724	2,107		3,831	1,899
Administered expenses					
Outcome 1	-	-		-	-
Payments to CAC Act bodies	-	-		-	-
Total	-	-		-	-
Total ordinary annual services	A 1,724	2,107		3,831	1,899
Other services²					
Administered expenses					
Specific payments to states, ACT, NT and local government					
Outcome 1	-	-		-	-
Total	-	-		-	-
New administered expenses					
Outcome 1	-	-		-	-
Total	-	-		-	-
Departmental non-operating					
Equity injections	-	-		-	-
Previous years' outputs	-	-		-	-
Total	-	-		-	-
Administered non-operating					
Administered assets and liabilities	-	-		-	-
Payments to CAC Act bodies – non-operating	-	-		-	-
Total	-	-		-	-
Total other services²	B -	-		-	-
Total available annual appropriations	1,724	2,107		3,831	1,899
Special appropriations					
Special appropriations limited by criteria/entitlement					
Special Appropriation Act 2006	-	-		-	-
Special Appropriation Act 2008	-	-		-	-
Special appropriations limited by amount					
Special Appropriation Act 1999	-	-		-	-
Total special appropriations	C -	-		-	-
Total appropriations excluding special accounts	1,724	2,107		3,831	1,899

Continued on next page.

Table 1.1: Office of the Inspector-General of Intelligence and Security resource statement — Budget estimates for 2009–10 as at Budget May 2009 (continued)

	Estimate of prior year amounts available in 2009–10 \$'000	+ Proposed at Budget = 2009–10 \$'000	=	Total Estimate 2009–10 \$'000	Actual Available Appropriation 2008–09 \$'000
Special accounts					
Opening balance	-	-		-	-
Appropriation receipts	-	-		-	-
Appropriation receipts – other agencies	-	-		-	-
Non-appropriation receipts to special accounts	-	-		-	-
Total special account	D	-		-	-
Total resourcing	1,724	2,107		3,831	1,899
A+B+C+D					
Less appropriations drawn from annual or special appropriations above and credited to special accounts and/or CAC Act bodies through annual appropriations	-	-		-	-
Total net resourcing for agency	1,724	2,107		3,831	1,899

1. Appropriation Bill (No. 1) 2009–10.
2. Appropriation Bill (No. 2) 2009–10.
3. Own source income.
4. Estimated adjusted balance carried from previous year for Annual Appropriations.
5. Estimated opening balance for special accounts. For further detail on special accounts see Table 3.1.2.
6. Appropriation receipts from OIGIS's annual and special appropriations for 2008–09 included above.
7. Appropriation receipts from other agencies credited to OIGIS's special accounts.

Note: All figures are GST exclusive.

Third party payments from and on behalf of other agencies

OIGIS has no third party drawdown arrangements with other agencies.

1.3 BUDGET MEASURES

The Office of the Inspector-General of Intelligence and Security has no new budget measures in the 2009–10 Budget.

1.4 TRANSITION FROM OUTCOMES AND OUTPUTS TO OUTCOMES AND PROGRAMS

From the 2009–10 Budget, all General Government Sector (GGS) entities will be reporting on a program basis. Figure 1 outlines the transition from the 2008–09 Budget year (as at Additional Estimates) which was presented in administered items, outputs and output groups to the program reporting framework used for the 2009–10 Budget. The figure also captures revisions made to GGS outcome statements under the Operation Sunlight Outcome Statements Review.

Figure 1: Transition table

2008–09 Budget year	2009–10 Budget year
Outcome 1: Assurance that Australia's intelligence agencies act legally, ethically and with propriety	Outcome 1: Independent assurance for the Prime Minister, senior ministers and Parliament as to whether Australia's intelligence and security agencies act legally and with propriety by inspecting, inquiring into and reporting on their activities.
Output Group 1: Inspect, inquire into, and report on, the activities of the intelligence and security agencies	Program 1: Other departmental – OIGIS

1.5 PROGRAMS FOR WHICH TREASURY IS APPROPRIATED UNDER THE NEW FEDERAL FINANCIAL RELATIONS (FFR) FRAMEWORK

The Council of Australian Governments (COAG) has agreed to a new framework for Federal Financial Relations that is being implemented in a staged manner from 1 January 2009. Under these arrangements, specific purpose payments (SPPs) will now be made through combined monthly payments from the Commonwealth Treasury to and through state and territory treasuries.

No agencies in the Prime Minister and Cabinet portfolio are affected by these changes.

Section 2: Outcome and planned performance

Government outcomes are the intended results, impacts or consequences of actions by the government on the Australian community. Agencies deliver programs, which are the government actions taken to deliver the stated outcomes. Agencies are required to identify the programs which contribute to government outcomes over the Budget and forward years.

Each outcome is described below together with its related programs, specifying the performance indicators and targets used to assess and monitor the performance of the Office of the Inspector-General of Intelligence and Security in achieving government outcomes.

2.1 OUTCOME PERFORMANCE INFORMATION

Outcome 1: Independent assurance for the Prime Minister, senior ministers and Parliament as to whether Australia's intelligence and security agencies act legally and with propriety by inspecting, inquiring into and reporting on their activities.

2.1.1 Outcome 1 strategy

The strategy employed to achieve the Agency's single Outcome is to:

- continue and expand the Agency's inspection activities, which involve proactively monitoring and reviewing the activities of the AIC agencies, and
- where appropriate, initiate 'own motion' inquiries and investigate complaints/referrals about the activities of the AIC agencies.

2.1.2 Budgeted expenses and resources

Table 2.1 provides an overview of the total expenses for Outcome 1, by program.

Table 2.1: Budgeted expenses and resources for Outcome 1

Outcome 1: Independent assurance for the Prime Minister, senior ministers and Parliament as to whether Australia's intelligence and security agencies act legally and with propriety by inspecting, inquiring into and reporting on their activities	2008–09	2009–10
	Estimated Actual Expenses \$'000	Estimated Expenses \$'000
Program 1: Other Departmental - OIGIS		
Departmental expenses		
Ordinary Annual Services (Appropriation Bill No. 1)	1,899	2,107
Revenues from independent sources (section 31)	-	-
Special appropriations	-	-
Special accounts	-	-
Expenses not requiring appropriation in the Budget year	118	293
Total for Program 1.1	2,017	2,400
Outcome 1 totals by appropriation type		
Departmental expenses		
Ordinary Annual Services (Appropriation Bill No. 1)	1,899	2,107
Revenues from independent sources (section 31)	-	-
Special appropriations	-	-
Special accounts	-	-
Expenses not requiring appropriation in the Budget year	118	293
Total expenses for Outcome 1	2,017	2,400
	2008–09	2009–10
Average staffing level (number)	10	12

Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

2.1.3 Contributions to Outcome 1

Program 1.1: Departmental—Other					
Program objective					
<p>The Commonwealth provides funds for the Inspector-General of Intelligence and Security to enable the responsibilities and functions outlined in the <i>Inspector-General of Intelligence and Security Act 1986</i> to be exercised. The program objective is to fulfil these responsibilities and functions and provide independent assurance for the Prime Minister, senior ministers and Parliament as to whether Australia's intelligence and security agencies are acting legally and with propriety.</p>					
Program expenses					
<p>Given the nature of the office's activities, employee-related expenses are the dominant program expenses. OIGIS also receives significant assistance free of charge from the Department of the Prime Minister and Cabinet.</p> <p>Employee numbers in OIGIS have increased in recent years to keep pace with increases in the size and activities of the AIC agencies and in the role of the office. At this stage no further increases in OIGIS employee numbers are budgeted for.</p> <p>Factors which could cause this to be reviewed are:</p> <ul style="list-style-type: none"> • changes in AIC activities • changes in the jurisdiction or role of OIGIS • changes in complaint or inquiry numbers. 					
	2008–09	2009–10	2010–011	2011–12	2012–13
(\$'000)	Revised budget	Budget	Forward year 1	Forward year 2	Forward year 3
Annual departmental expenses:					
Departmental item	1,899	2,107	2,123	2,142	2,161
Departmental item	-	-	-	-	-
Special appropriations:					
<i>Special Appropriation Act 1999</i>	-	-	-	-	-
Special account expenses:					
Special account name	-	-	-	-	-
Expenses not requiring appropriation in the Budget year	118	293	118	118	118
Total departmental expenses	2,017	2,400	2,241	2,260	2,279

Program deliverables

The program deliverables include:

- Conducting own motion inquiries as appropriate.
- Undertaking a comprehensive inspection and visits program to monitor and review casework/operations and control frameworks of the AIC agencies.
- Providing effective and timely responses to complaints/referrals received from members of the public, ministers or members of Parliament.
- Undertaking presentations to new and existing members of the AIC agencies to ensure an awareness and understanding of their responsibilities and accountability.
- Liaising with other accountability/integrity agencies in Australia and overseas.

Program key performance indicators

The effectiveness of the office may be assessed against a range of performance criteria, including:

- the breadth and depth of inspection work undertaken
- the timeliness of completion of inquiries/complaint resolution
- the level of acceptance by agencies, complainants and ministers of findings and recommendations of inquiries conducted, and
- the extent to which there has been change within the agencies as a result of activities of the office.

Section 3: Explanatory tables and budgeted financial statements

Section 3 presents explanatory tables and budgeted financial statements which provide a comprehensive snapshot of agency finances for the budget year 2009–10. It explains how budget plans are incorporated into the financial statements and provides further details of the reconciliation between appropriations and program expenses, movements in administered funds, special accounts and government indigenous expenditure.

3.1 EXPLANATORY TABLES

3.1.1 Movement of administered funds between years

The Office of the Inspector-General of Intelligence and Security does not have any administered items.

3.1.2 Special accounts

Special accounts provide a means to set aside and record amounts used for specified purposes. Special accounts can be created by a Finance Minister's Determination under the *Financial Management and Accountability Act 1997* (FMA Act) or under separate enabling legislation. Table 3.1.2 shows the expected additions (receipts) and reductions (payments) for each account used by the office.

Table 3.1.2: Estimates of special account cash flows and balances

	Outcome	Opening balance 2009-10 2008-09 \$'000	Receipts 2009-10 2008-09 \$'000	Payments 2009-10 2008-09 \$'000	Adjustments 2009-10 2008-09 \$'000	Closing balance 2009-10 2008-09 \$'000
Other Trust Moneys Account (s. 20 FMA Act) (D)	1	-	-	-	-	-
Services for Other Governments and Non-Agency Bodies Account (s. 20 FMA Act) (D)	1	-	-	-	-	-
Total special accounts 2009-10 Budget estimate		-	-	-	-	-
Total special accounts 2008-09 estimated actual		-	-	-	-	-

(D) = Departmental

The office has two special accounts established under section 20 of the FMA Act. The accounts established are:

- *Other Trust Moneys Account.* The purpose of this account is for expenditure of monies temporarily held in trust or otherwise for the benefit of a person other than the Commonwealth.
- *Services for Other Governments and Non-Agency Bodies Account.* The purpose of this account is for expenditure in connection with services performed on behalf of other governments and bodies that are not FMA Act agencies.

Both these accounts have zero balances and have never been active.

3.1.3 Australian Government Indigenous Expenditure

The office has no Indigenous-specific expenses.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

Departmental income statement

The Agency will receive an operating appropriation totalling \$2.1 million in 2009-10 and is forecasting an operating loss of \$0.2 million which relates to the non-recurring costs of hosting The 7th International Intelligence Review Agencies Conference. As in previous years the most significant component of the standard operating expenditure will be salary-related, which reflects the nature of the Agency's activities and functions.

The increase in government funding from 2008-09 (\$0.2 million) relates to the 2006-07 budget measure *National Security – Increasing the resources of the Office of the Inspector-General of Intelligence and Security*. The increase in resources is necessary for the Agency to maintain an appropriate level of scrutiny of the Australian Intelligence Community. In 2009-10 the Agency is expected to be fully staffed which will enable the Agency to explore different review activities to keep pace with the constantly changing/evolving security-related issues.

The resources received free of charge include the office space occupied in the Department of Prime Minister and Cabinet building (estimated value: \$0.1 million per year), the financial audit services provided by the Australian National Audit Office (estimated value: \$14,000 per year) and maintenance of the internal secure communications network provided by the Defence Signals Directorate (estimated value: \$2,000).

Departmental balance sheet

There is no planned significant capital expenditure in 2009-10. The most significant component of the Agency's assets is the internal secure IT network, which was upgraded in 2007-08 and is not due for replacement until 2010-11. The Agency also holds some office furniture and equipment, but the majority of assets are owned by the Department of the Prime Minister and Cabinet and are provided free of charge.

The Agency operates under a cash level agreement with the Department of Finance and Deregulation whereby funds are only drawn down from the Agency's appropriation once the cash held falls below \$0.3 million. Hence, the appropriation receivable figure increases over the years due to non-cash expenditure items such as depreciation and leave accruals.

The Agency's only significant liabilities are accrued leave liabilities. Because of the significance of these liabilities, funds have been set aside in the Official Public Account. Existing cash holdings will also be required to fund these liabilities.

Departmental statement of cash flows

The cash holdings remain constant over the years due to the cash level agreement between the Agency and the Department of Finance and Deregulation.

Departmental capital budget statement

The Departmental capital budget statement table is not included, as the Agency does not have a capital budget for 2009-10.

Departmental statement of changes in equity—summary of movement 2009-10

The Agency's equity position in 2009-10 is expected to be \$0.5 million following the forecast operating loss of \$0.2 million and is expected to remain unchanged across the forward years.

3.2.2 Budgeted financial statements tables

**Table 3.2.1: Budgeted departmental comprehensive income statement
(for the period ended 30 June)**

	Estimated actual 2008–09 \$'000	Budget estimate 2009–10 \$'000	Forward estimate 2010–11 \$'000	Forward estimate 2011–12 \$'000	Forward estimate 2012–13 \$'000
EXPENSES					
Employee benefits	1,490	1,619	1,635	1,721	1,740
Supplier	497	751	593	526	526
Grants	-	-	-	-	-
Depreciation and amortisation	30	30	13	13	13
Write-down and impairment of assets	-	-	-	-	-
Losses from asset sales	-	-	-	-	-
Finance costs	-	-	-	-	-
Other	-	-	-	-	-
Total expenses	2,017	2,400	2,241	2,260	2,279
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	-	-	-	-	-
Fees and fines	-	-	-	-	-
Other revenue – Resources Received Free of Charge	118	118	118	118	118
Total revenue	118	118	118	118	118
Gains					
Sale of assets	-	-	-	-	-
Other gains	-	-	-	-	-
Total gains	-	-	-	-	-
Total own-source income	118	118	118	118	118
Net cost of (contribution by) services	1,899	2,282	2,123	2,142	2,161
Appropriation revenue	1,899	2,107	2,123	2,142	2,161
Surplus / (deficit)	-	(175)	-	-	-
Surplus / (deficit) attributable to the Australian Government¹	-	(175)	-	-	-
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation reserves	-	-	-	-	-
Total other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	-	-
Total comprehensive income attributable to the Australian Government	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted departmental balance sheet (as at 30 June)

	Estimated actual 2008–09 \$'000	Budget estimate 2009–10 \$'000	Forward estimate 2010–11 \$'000	Forward estimate 2011–12 \$'000	Forward estimate 2012–13 \$'000
ASSETS					
Financial assets					
Cash and equivalents	273	273	273	273	273
Trade and other receivables	4	4	2	2	15
Appropriations Receivable	1,060	885	921	921	921
Investments	-	-	-	-	-
Other investments	-	-	-	-	-
Tax assets	-	-	-	-	-
Other - GST Input Credits Receivable	4	4	4	4	4
Total financial assets	1,341	1,166	1,200	1,200	1,213
Non-financial assets					
Land and buildings	-	-	-	-	-
Infrastructure, plant and equipment	37	7	-	47	34
Investment properties	-	-	-	-	-
Inventories	-	-	-	-	-
Intangibles	1	1	1	1	1
Biological assets	-	-	-	-	-
Other	-	-	-	-	-
Total non-financial assets	38	8	1	48	35
Total assets	1,379	1,174	1,201	1,248	1,248
LIABILITIES					
Interest-bearing liabilities					
Loans	-	-	-	-	-
Leases	-	-	-	-	-
Deposits	-	-	-	-	-
Other	-	-	-	-	-
Total interest-bearing liabilities	-	-	-	-	-
Provisions					
Employees	643	613	640	687	687
Other	-	-	-	-	-
Total provisions	643	613	640	687	687
Payables					
Suppliers	23	23	23	23	23
Grants	-	-	-	-	-
Dividends	-	-	-	-	-
Other	-	-	-	-	-
Total payables	23	23	23	23	23
Liabilities included in disposal groups held for sale	-	-	-	-	-
Total liabilities	666	636	663	710	710
Net assets	713	538	538	538	538

Continued on next page.

Table 3.2.2: Budgeted departmental balance sheet (as at 30 June) (continued)

	Estimated actual 2008–09 \$'000	Budget estimate 2009–10 \$'000	Forward estimate 2010–11 \$'000	Forward estimate 2011–12 \$'000	Forward estimate 2012–13 \$'000
EQUITY¹					
Parent entity interest					
Contributed equity	402	402	402	402	402
Reserves	2	2	2	2	2
Retained surpluses or accumulated deficits	309	134	134	134	134
Total parent entity interest	713	538	538	538	538
Minority interest					
Contributed equity	-	-	-	-	-
Reserves	-	-	-	-	-
Retained surpluses or accumulated deficits	-	-	-	-	-
Total minority interest	-	-	-	-	-
Total equity	713	538	538	538	538
Current assets	1,341	1,166	1,200	1,200	1,213
Non-current assets	38	8	1	48	35
Current liabilities	80	80	80	80	80
Non-current liabilities	586	556	583	630	630

1 'Equity' is the residual interest in assets after deduction of liabilities.
Prepared on Australian Accounting Standards basis.

**Table 3.2.3: Budgeted departmental statement of cash flows
(for the period ended 30 June)**

	Estimated actual 2008–09 \$'000	Budget estimate 2009–10 \$'000	Forward estimate 2010–11 \$'000	Forward estimate 2011–12 \$'000	Forward estimate 2012–13 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	-	-	-	-	-
Appropriations	1,894	2,282	2,087	2,142	2,161
Interest	-	-	-	-	-
Dividends	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	1,894	2,282	2,087	2,142	2,161
Cash used					
Employees	1,427	1,649	1,608	1,674	1,740
Suppliers	467	633	473	408	421
Grants	-	-	-	-	-
Borrowing costs	-	-	-	-	-
Other	-	-	-	-	-
Income taxes paid	-	-	-	-	-
Total cash used	1,894	2,282	2,081	2,082	2,161
Net cash from or (used by) operating activities	-	-	6	60	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of infrastructure, property, plant and equipment	-	-	-	-	-
Proceeds from sales of financial instruments	-	-	-	-	-
Investments	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	-	-	-	-	-
Cash used					
Purchase of infrastructure, property, plant and equipment	-	-	6	60	-
Purchase of financial instruments	-	-	-	-	-
Investments	-	-	-	-	-
Other	-	-	-	-	-
Total cash used	-	-	6	60	-
Net cash from or (used by) investing activities	-	-	(6)	(60)	-

Continued on next page.

**Table 3.2.3: Budgeted departmental statement of cash flows
(for the period ended 30 June) (continued)**

	Estimated actual 2008–09 \$'000	Budget estimate 2009–10 \$'000	Forward estimate 2010–11 \$'000	Forward estimate 2011–12 \$'000	Forward estimate 2012–13 \$'000
FINANCING ACTIVITIES					
Cash received					
Appropriations – contributed equity	-	-	-	-	-
Proceeds from issuing financial instruments	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	-	-	-	-	-
Cash used					
Repayments of debt	-	-	-	-	-
Dividends paid	-	-	-	-	-
Other	-	-	-	-	-
Total cash used	-	-	-	-	-
Net cash from or (used by) financing activities	-	-	-	-	-
Net increase or (decrease) in cash held	-	-	-	-	-
Cash at the beginning of the reporting period	273	273	273	273	273
Effect of exchange rate movements on cash at the beginning of reporting period	-	-	-	-	-
Cash at the end of the reporting period	273	273	273	273	273

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Departmental statement of changes in equity — summary of movement (Budget year 2009–10)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2009					
Balance carried forward from previous period	309	2	-	402	713
Adjustment for changes in accounting policies	-	-	-	-	-
Adjusted opening balance	309	2	-	402	713
Income and expense					
Income and expenses recognised directly in equity:	(175)				(175)
Gain/loss on revaluation of property	-	-	-	-	-
Sub-total income and expense	(175)	-	-	-	(175)
Surplus / (deficit) for the period	-	-	-	-	-
Total income and expenses recognised directly in equity	134	2	-	402	538
Transactions with owners					
<i>Distribution to owners</i>					
Returns on capital					
Dividends	-	-	-	-	-
Returns of capital					
Restructuring	-	-	-	-	-
Other	-	-	-	-	-
<i>Contribution by owners</i>					
Appropriation (equity injection)	-	-	-	-	-
Other:					
Restructuring	-	-	-	-	-
Sub-total transactions with owners	-	-	-	-	-
Transfers between equity components	-	-	-	-	-
Estimated closing balance as at 30 June 2010	134	2	-	402	538

Prepared on Australian Accounting Standards basis.

Table 3.2.6: Statement of asset movements—departmental

	Other infrastructure, plant & equipment \$'000	Intangibles \$'000	Total \$'000
As at 1 July 2009			
Gross book value	66	6	72
Accumulated depreciation/amortisation	29	5	34
Opening net book balance	37	1	38
CAPITAL ASSET ADDITIONS			
Estimated expenditure on new or replacement assets			
by purchase or internally developed	-	-	-
by finance lease	-	-	-
by contribution/donation	-	-	-
by gift	-	-	-
Acquisition of entities or operations (including restructuring)	-	-	-
Subtotal	-	-	-
Other movements			
Assets held for sale	-	-	-
Depreciation/amortisation expense	30	-	30
Disposals ¹	-	-	-
Other	-	-	-
Subtotal	30	-	30
As at 30 June 2010			
Gross book value	66	6	72
Accumulated depreciation/amortisation	59	5	64
Closing net book balance	7	1	8

Prepared on Australian Accounting Standards basis.

¹ Proceeds may be returned to the OPA.

3.2.3 Notes to the financial statements

The Agency has no further items or variances other than those explained in the analysis of the budgeted financial statements.