



AUDITOR GENERAL

INDEPENDENT AUDIT OPINION

To the Parliament of Western Australia

PARLIAMENTARY SERVICES DEPARTMENT FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

Audit Opinion

In my opinion,

- (i) the controls exercised by the Parliamentary Services Department provide reasonable assurance that the receipt and expenditure of moneys, the acquisition and disposal of property, and the incurring of liabilities have been in accordance with legislative provisions; and
- (ii) the financial statements are based on proper accounts and present fairly in accordance with applicable Accounting Standards and other mandatory professional reporting requirements in Australia and the Treasurer's Instructions, the financial position of the Department at 30 June 2005 and its financial performance and cash flows for the year ended on that date.

Scope

The Executive Manager's Role

The Executive Manager is responsible for keeping proper accounts and maintaining adequate systems of internal control, preparing the financial statements, and complying with the Financial Administration and Audit Act 1985 (the Act) and other relevant written law.

The financial statements consist of the Statement of Financial Performance, Statement of Financial Position, Statement of Cash Flows, Summary of Consolidated Fund Appropriations and Revenue Estimates, and the Notes to the Financial Statements.

Summary of my Role

As required by the Act, I have independently audited the accounts and financial statements to express an opinion on the controls and financial statements. This was done by looking at a sample of the evidence.

An audit does not guarantee that every amount and disclosure in the financial statements is error free. The term "reasonable assurance" recognises that an audit does not examine all evidence and every transaction. However, my audit procedures should identify errors or omissions significant enough to adversely affect the decisions of users of the financial statements.

D D R PEARSON
AUDITOR GENERAL
14 October 2005

PARLIAMENTARY SERVICES DEPARTMENT

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
30 JUNE 2005**




Parliamentary Services Department

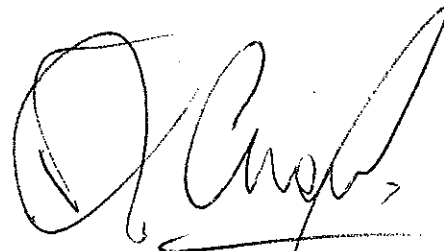
Certification of Financial Statements
For the year ended 30 June 2005

The accompanying financial statements of the Parliamentary Services Department have been prepared in compliance with the provisions of the *Financial Administration and Audit Act 1985* from proper accounts and records to present fairly the financial transactions for the financial year ending 30 June 2005 and the financial position as at 30 June 2005.

At the date of signing we are not aware of any circumstances which would render any particulars included in the financial statements misleading or inaccurate.


ACCOUNTABLE OFFICER

12th August 2005



PRINCIPAL ACCOUNTING OFFICER

12th August 2005



PARLIAMENTARY SERVICES DEPARTMENT
Statement of Financial Performance
for the year ended 30 June 2005

	Note	2004/05 (\$000)	2003/04 (\$000)
COST OF SERVICES			
Expenses from ordinary activities			
Employee expenses	4	6 085	5 629
Supplies and services	5	1 682	1 856
Depreciation expense	6	593	673
Administration expenses	7	1 232	1 306
Accommodation expenses	8	1 442	1 986
Capital user charge	9	2 271	2 207
Total cost of services		13 305	13 657
Revenues from ordinary activities			
<i>Revenues from operating activities</i>			
User charges and fees	10	1	2
<i>Revenues from non-operating activities</i>			
Proceeds from disposal of non-current assets	11	2	8
Total revenues from ordinary activities		3	10
		13 302	13 647
NET COST OF SERVICES			
REVENUES FROM STATE OF WA			
12			
Service appropriation		12 917	12 909
Liabilities assumed by the Treasurer		38	9
Total revenues from State of WA		12 955	12 918
		(347)	(729)
CHANGE IN NET ASSETS			
Net increase/(decrease) in asset revaluation reserve	25	1 141	182
Total revenues, expenses and valuation adjustments recognised directly in equity		1 141	182
TOTAL CHANGES IN EQUITY OTHER THAN THOSE RESULTING FROM TRANSACTIONS WITH THE STATE OF WA AS OWNERS			
		794	(547)

The Statement of Financial Performance should be read in conjunction with the accompanying notes.



PARLIAMENTARY SERVICES DEPARTMENT
Statement of Financial Position
as at 30 June 2005

	Note	2004/05 (\$000)	2003/04 (\$000)
Current Assets			
Cash assets	13	1 601	669
Restricted cash assets	17	-	180
Receivables	14	124	80
Amounts receivable for services	15	580	920
Other assets	16	87	121
Total Current Assets		2 392	1 970
Non-Current Assets			
Amounts receivable for services	15	214	184
Plant, equipment and software	18	581	872
Land and buildings	19	27 070	25 590
Works of art	20	685	603
Works in progress	21	86	606
Total Non-Current Assets		28 636	27 855
TOTAL ASSETS		31 028	29 825
Current Liabilities			
Payables	22	299	654
Provisions	23	881	790
Other liabilities	24	-	110
Total Current Liabilities		1 180	1 554
Non-Current Liabilities			
Provisions	23	320	287
Total Non-Current Liabilities		320	287
Total Liabilities		1 500	1 841
Equity	25		
Contributed equity		7 027	6 277
Reserves		4 267	17 093
Accumulated surplus		18 234	4 614
Total Equity		29 528	27 984
TOTAL LIABILITIES AND EQUITY		31 028	29 825

The Statement of Financial Position should be read in conjunction with the accompanying notes.



PARLIAMENTARY SERVICES DEPARTMENT
Statement of Cash Flows
For the year ended 30 June 2005

	Note	2004/05 (\$000)	2003/04 (\$000)
		(OUTFLOWS) INFLOWS	(OUTFLOWS) INFLOWS
CASH FLOWS FROM STATE OF WA			
Service appropriation		12 307	11 805
Capital contribution		750	1 758
Holding account drawdowns		920	910
Net cash provided by State of WA		13 977	14 473
Utilised as follows:			
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments			
Employee costs		(5 530)	(5 148)
Superannuation		(505)	(477)
Supplies and services		(4 320)	(4 943)
Capital user charge		(2 271)	(2 207)
GST payments on purchases		(529)	(809)
Receipts			
User charges and fees		1	2
GST receipts from taxation authority		529	835
Net Cash Provided by/(Used in) Operating Activities	26 (b)	12 625	(12 747)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of non-current physical assets		2	8
Purchase of non-current physical assets		(602)	(3 016)
Net cash used in investing activities		(600)	(3 008)
Net increase/(decrease) in cash held		752	(1 282)
Cash assets at the beginning of the financial year		849	2 131
CASH ASSETS AT THE END OF THE FINANCIAL YEAR	26(a)	1 601	849

The Statement of Cash Flows should be read in conjunction with the accompanying notes.



PARLIAMENTARY SERVICES DEPARTMENT
Summary of Consolidated Fund Appropriations and Revenue Estimates
for the year ended 30 June 2005

	2004/05 Estimate \$000's	2004/05 Actual \$000's	Variance \$000's	2004/05 Actual \$000's	2003/04 Actual \$000's	Variance \$000's
DELIVERY OF SERVICES						
Item 3 Net amount appropriated to deliver services	12 846	12 917	(71)	12 917	12 909	8
Total appropriations provided to deliver services	12 846	12 917	(71)	12 917	12 909	8
CAPITAL						
Item 113 Capital contribution	750	750	-	750	1 758	(1 008)
GRAND TOTAL OF APPROPRIATIONS	13 596	13 667	(71)	13 667	14 667	(1 000)
Details of Expenditure by Services						
Parliamentary Administrative and Support Services	12 845	13 302	(457)	13 302	13 647	(345)
Less total revenues from ordinary activities	(1)	(1)	-	(1)	(2)	1
Net cost of services	12 844	13 301	(457)	13 301	13 645	(344)
Adjustments (i)	2	(384)	386	(384)	(736)	352
Total appropriations provided to deliver services	12 846	12 917	(71)	12 917	12 909	8
Capital Expenditure						
Purchase of non-current physical assets	1 670	1 353	317	1 353	3 016	(1 663)
Adjustment for other funding sources	(920)	(603)	(317)	(603)	(1 258)	655
Capital Contribution (appropriation)	750	750	-	750	1 758	(1 008)
GRAND TOTAL OF APPROPRIATIONS	13 596	13 667	(71)	13 667	14 667	(1 000)

(i) Adjustments are related to movements in cash balances and other accrual items such as receivables, payables and superannuation

The Summary of Consolidated Fund Appropriations, Variance to Actual and Budget should be read in conjunction with the accompanying notes.

Explanations of variations between the current year estimates and actual results and actual results compared with immediately preceding year are set out in Note 30.



PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

1. Departmental mission and funding

Parliamentary Services Department's role is to ensure the provision of an appropriate environment and ancillary services to Members of Parliament, Chamber Departments, Parliamentary staff and other users.

The Department is funded by Parliamentary appropriations.

2. Significant accounting policies

The following accounting policies have been adopted in the preparation of the financial statements. Unless otherwise stated these policies are consistent with those adopted in the previous year.

General Statement

The financial statements constitute a general purpose financial report which has been prepared in accordance with Accounting Standards, Statements of Accounting Concepts and other authoritative pronouncements of the Australian Accounting Standards Board, and Urgent Issues Group (UIG) Consensus Views as applied by the Treasurer's Instructions. Several of these are modified by the Treasurer's Instructions to vary application, disclosure, format and wording. The Financial Administration and Audit Act and the Treasurer's Instructions are legislative provisions governing the preparation of financial statements and take precedence over Accounting Standards, Statements of Accounting Concepts and other authoritative pronouncements of the Australian Accounting Standards Board, and UIG Consensus Views. The modifications are intended to fulfil the requirements of general application to the public sector, together with the need for greater disclosure and also to satisfy accountability requirements.

If any such modification has a material or significant financial effect upon the reported results, details of that modification and where practicable, the resulting financial effect, are disclosed in individual notes to these financial statements.

Basis of Accounting

The financial statements have been prepared in accordance with Accounting Standard AAS 29 "Financial Reporting By Government Departments".

The statements have been prepared on the accrual basis of accounting using the historical cost convention, except for certain assets and liabilities which, as noted, are measured at fair value.

(a) Service Appropriations

Service Appropriations are recognised as revenues in the period in which the Department gains control of the appropriated funds. The Department gains control of appropriated funds at the time those funds are deposited into the Department's bank account or credited to the holding account held at the Department of Treasury and Finance. Refer to note 12 for further commentary on service appropriations.

(b) Contributed Equity

Under UIG 38 "Contributions by Owners Made to Wholly-Owned Public Sector Entities" transfers in the nature of equity contributions must be designated by the State of WA (owners) as contributions by owners (at the time of, or prior to transfer) before such transfers can be recognised as equity contributions in the financial statements. Capital contributions (appropriations) have been designated as contributions by owners and have been credited directly to Contributed Equity in the Statement of Financial Position.



PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

(c) Net Appropriation Determination

Pursuant to section 23A of the Financial Administration and Audit Act, the net appropriation determination by the Treasurer provides for retention of the following moneys received by the Department:

- ◆ proceeds from fees and charges;
- ◆ one-off revenues with a value of less than \$10,000 each derived from the sale of property other than real property; and
- ◆ other departmental revenue.

In accordance with the determination, the Department retained \$3,000 in 2004/05 (\$10,000 in 2003/04).

Retained revenues may only be applied to the outputs specified in the 2004-2005 Budget Statements.

(d) Grants and Other Contributions

Grants, donations, gifts and other non-reciprocal contributions are recognised as revenue when the Department obtains control over the assets comprising the contributions. Control is normally obtained upon their receipt.

Contributions are recognised at their fair value. Contributions of services are only recognised when a fair value can be reliably determined and the services would be purchased if not donated.

(e) Revenue Recognition

Revenue from the sale of goods and disposal of other assets and the rendering of services, is recognised when the Department has passed control of the goods or other assets or delivery of the service to the customer.

(f) Acquisitions of assets

The cost method of accounting is used for all acquisitions of assets. Cost is measured as the fair value of the assets given up or liabilities undertaken at the date of acquisition plus incidental costs directly attributable to the acquisition.

Assets acquired at no cost or for nominal consideration, are initially recognised at their fair value at the date of acquisition.

Assets costing less than \$5,000 are expensed in the year of acquisition (other than where they form part of a group of similar items which are significant in total).

(g) Depreciation of non-current assets

All non-current assets having a limited useful life are systematically depreciated over their estimated useful lives in a manner which reflects the consumption of their future economic benefits.

Depreciation is calculated on the straight line basis, using rates which are reviewed annually. Expected useful lives for each class of depreciable asset are:

Buildings	40 years
Building Improvements	40 years
Leasehold Improvements	Lower of asset life or lease term
Plant and Equipment	5 to 10 years
Office Equipment	5 to 10 years
Computer Equipment	3 years
Computer Software	3 years



PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

Works of art controlled by the Department are classified as heritage assets. They are anticipated to have very long and indeterminate useful lives. Their service potential has not, in any material sense, been consumed during the reporting period. As such, no amount for depreciation has been recognised in respect of them.

(h) Revaluation of Land and Buildings

The Department has a policy of valuing land and buildings at fair value. The annual revaluations of the Department's land and buildings undertaken by the Department of Land Valuation (Valuation Services) are recognised in the financial statements.

(i) Leases

The Department has entered into a number of operating lease arrangements for motor vehicles, the rent of office buildings and computer equipment where the lessor effectively retains all of the risks and benefits incident to ownership of the items held under the operating leases. Equal instalments of the lease payments are charged to the Statement of Financial Performance over the lease term as this is representative of the pattern of benefits to be derived from the leased property.

The Department has not entered into any finance leases.

(j) Cash

For the purpose of the Statement of Cash Flows, cash includes cash assets and restricted cash assets.

(k) Accrued Salaries

The accrued salaries suspense account (refer note 17) consists of amounts paid annually into a suspense account over a period of 10 financial years to largely meet the additional cash outflow in each eleventh year when 27 pay days occur in that year instead of the normal 26. No interest is received on this account.

Accrued salaries (refer note 24) represent the amount due to staff but unpaid at the end of the financial year, as the end of the last pay period for that financial year does not coincide with the end of the financial year. Accrued salaries are settled within a few days of the financial year end. The Department considers the carrying amount of accrued salaries to be equivalent to the net fair value.

(l) Receivables

Receivables are recognised at the amounts receivable as they are due for settlement no more than 30 days from the date of recognition.

Collectability of receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off. A provision for doubtful debts is raised where some doubt as to collection exists and in any event where the debt is more than 60 days overdue.

(m) Intangible assets and expenditure carried forward

(i) *Software*

Significant costs associated with the acquisition or development of computer software are capitalised and amortised on a straight line basis over the periods of the expected benefit, which is assessed as three years.

PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

(ii) *Web site costs*

Costs in relation to web sites controlled by the Department are charged as expenses in the period in which they are incurred unless they relate to the acquisition of an asset, in which case they are capitalised and amortised over the period of expected benefit. Generally, costs in relation to feasibility studies during the planning phase of a web site, and ongoing costs of maintenance during the operating phase are considered to be expenses. Costs incurred in building or enhancing a web site, to the extent that they represent probable future economic benefits controlled by the Department that can be reliably measured, are capitalised as an asset and amortised over the period of the expected benefits which is considered to be three years.

(n) *Payables*

Payables, including accruals not yet billed, are recognised when the Department becomes obliged to make future payments as a result of a purchase of assets or services. Payables are generally settled within 30 days.

(o) *Employee benefits*

Annual leave

This benefit is recognised at the reporting date in respect to employees' services up to that date and is measured at the nominal amounts expected to be paid when the liabilities are settled.

Long service leave

Leave benefits are calculated at current remuneration rates. A liability for long service leave is recognised after an employee has completed four years of service. An actuarial assessment of long service leave undertaken by PricewaterhouseCoopers Actuaries in 2001, determined that the liability measured using the short hand method was not materially different from the liability measured using the present value of expected future payments.

This method of measurement of the liability is consistent with the requirements of Accounting Standard AASB 1028 "Employee Benefits".

Superannuation

Staff may contribute to the Pension Scheme, a defined benefits pension scheme now closed to new members, or to the Gold State Superannuation Scheme, a defined benefit lump sum scheme now also closed to new members. All staff who do not contribute to either of these schemes become non-contributory members of the West State Superannuation Scheme, an accumulation fund. The Department contributes to this accumulation fund in compliance with the Commonwealth Government's Superannuation Guarantee (Administration) Act 1992. All of these schemes are administered by the Government Employees Superannuation Board (GESB).

The superannuation expense comprises the following elements:

- (i) change in the unfunded employer's liability in respect of current employees who are members of the Pension Scheme and current employees who accrued a benefit on transfer from that Scheme to the Gold State Superannuation Scheme; and
- (ii) employer contributions paid to the Gold State Superannuation Scheme and the West State Superannuation Scheme.

PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

The superannuation expense does not include payment of pensions to retirees, as this does not constitute part of the cost of services provided by the Department in the current year.

A revenue "Liabilities assumed by the Treasurer" equivalent to (i) is recognised under Revenues from State Of WA in the Statement of Financial Performance as the unfunded liability is assumed by the Treasurer. The GESB makes the benefit payments and is recouped by the Treasurer.

The Department is funded for employer contributions in respect of the Gold State Superannuation Scheme and the West State Superannuation Scheme. These contributions were paid to the GESB during the year. The GESB subsequently paid the employer contributions in respect of the Gold State Superannuation Scheme to the Consolidated Fund.

The liabilities for superannuation charges under the Gold State Superannuation Scheme and West State Superannuation Scheme are extinguished by payment of employer contributions to the Government Employees Superannuation Board.

Employee benefit on-costs

Employee benefit on-costs are recognised and included in employee benefit liabilities and costs when the employee benefits to which they relate are recognised as liabilities and expenses. (See note 4 and 23).

(p) **Resources Received Free of Charge or For Nominal Value**

Resources received free of charge or for nominal value which can be reliably measured are recognised as revenues and as assets or expenses as appropriate at fair value.

(q) **Comparative Figures**

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures presented in the current financial year.

(r) **Rounding of amounts**

Amounts in the financial statements have been rounded to the nearest thousand dollars, or in certain cases, to the nearest dollar.

PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

3. Services of the Department

The Parliamentary Services Department has one service - Parliamentary administrative and support services – which includes the provision and co-ordination of services to ensure an appropriate working environment. These services include finance, information technology, human resources, reporting, library, catering, building and security services.

	2004/05 (\$000)	2003/04 (\$000)
4. Employee expenses		
Wages and salaries	4 695	4 529
Superannuation	542	487
Long service leave	196	119
Annual leave	640	439
Other related expenses (i)	12	55
	6 085	5 629
 (i) These employee expenses include superannuation and workers compensation premiums associated with the recognition of annual and long service leave liability. The related on-costs liability is included in employee benefit liabilities at Note 23.		
5. Supplies and services		
Consultants and contractors	153	319
Repairs and maintenance	309	242
Travel	41	5
Other	1 179	1 290
	1 682	1 856
6. Depreciation expense		
Depreciation Expense		
Plant and Equipment	55	70
Computer and Office Equipment	35	44
Computer and Office Equip adjustment	-	96
Computer Software	44	36
Computer Software adjustment	-	1
Buildings	251	239
Buildings adjustment	-	(242)
Total Depreciation	385	244
Amortisation Expense		
Leasehold Improvements	208	183
Leasehold Improvements adjustment	-	246
Total Amortisation	208	429
	593	673

PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

	2004/05 (\$000)	2003/04 (\$000)
7. Administration expenses		
Communications	27	225
Consumables	672	546
Maintenance	51	47
Other staff costs	482	488
	<u>1 232</u>	<u>1 306</u>
8. Accommodation expenses		
Lease rentals	120	130
Rates	49	47
Repairs and maintenance	1 103	1 641
Cleaning	170	168
	<u>1 442</u>	<u>1 986</u>
9. Capital User Charge	<u>2 271</u>	<u>2 207</u>
10. User Charges and Fees		
Post office commission	1	1
Other revenue	-	1
	<u>1</u>	<u>2</u>
11. Net gain on disposal of non-current assets		
Furniture, equipment, computers & software	2	8

A capital user charge rate of 8% has been set by the Government and represents the opportunity cost of capital invested in the net assets of the Department used in the provision of services. The charge is calculated on the net assets adjusted to take account of exempt assets. Payments are made to the Department of Treasury and Finance on a quarterly basis.

PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

	2004/05	2003/04
	(\$000)	(\$000)
12. Revenues from State of WA		
Appropriation revenue received during the year:		
Service appropriations (I)	12 917	12 909
	<hr/>	<hr/>
The following liabilities have been assumed by the Treasurer during the financial year:		
Superannuation (II)	38	9
	<hr/>	<hr/>
	<hr/>	<hr/>
	12 955	12 918
	<hr/>	<hr/>

- I. Service appropriations are accrual amounts reflecting the full cost of services delivered. The appropriation revenue comprises a cash component and a receivable (asset). The receivable (holding account) comprises the depreciation expense for the year and any agreed increase in leave liability during the year.
- II. The assumption of the superannuation liability by the Treasurer is only a notional revenue to offset the notional superannuation expense reported in respect of current employees who are members of the pension scheme and current employees who have a transfer benefit entitlement under the Gold State scheme.

	2004/05	2003/04
	(\$000)	(\$000)
13. Cash Assets		
Operating Account	1 599	667
Postage Imprest/Petty Cash	2	2
	<hr/>	<hr/>
	1 601	669
	<hr/>	<hr/>
14. Receivables		
Trade debtors	86	42
GST Receivable	38	38
	<hr/>	<hr/>
	124	80
	<hr/>	<hr/>



PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

	2004/05 (\$000)	2003/04 (\$000)
15. Amounts Receivable for Services		
Current	580	920
Non Current	214	184
	794	1 104

This asset represents the non-cash component of service appropriations. It is restricted in that it can only be used for asset replacement or payment of leave liability.

16. Other assets

Current		
Prepayments	87	121

17. Restricted Cash Assets

Accrued Salary Suspense Account	Current	-	180
	Non Current	-	-
			180

The amount held in suspense account is only to be used for the purpose of meeting the cost of the 27th pay in a financial year. This occurs every 11 years.

18. Non-Current Assets

Plant, equipment and software

Plant and Equipment

At cost	975	947
Accumulated Depreciation	(722)	(672)
	253	275

Computer and Office Equipment

At cost	859	848
Accumulated Depreciation	(798)	(770)
	61	78

Computer Software

At cost	356	356
Accumulated Depreciation	(297)	(253)
	59	103

Leasehold Improvements

At Cost	1 238	1 238
Accumulated Amortisation	(1 030)	(822)
	208	416

TOTAL

At cost	3 428	3 389
Less Accumulated Depreciation and Amortisation	(2 847)	(2 517)
	581	872



PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

18. Non-Current Assets (...cont)

Reconciliation of the carrying amounts of Furniture & Equipment, Computer Hardware and Software, and Leasehold Improvements at the beginning and end of the current financial year are set out below.

	Plant & Equipment	Computer & Office Equipment	Computer Software	Leasehold Improvements	Total
Carrying amount at start of year	275	78	103	416	872
Additions	33	19	-	-	52
Disposals	(5)	(8)	-	-	(13)
Write-back of depreciation	5	7	-	-	12
Depreciation and Amortisation	(55)	(35)	(44)	(208)	(342)
Carrying amount at end of year	253	61	59	208	581

2004/05
(\$000)

2003/04
(\$000)

19. Land and Buildings

Land

At Fair Value

2 228

2 107

Buildings

At Fair Value

15 652

14 682

Improvements at Cost

10 360

9 720

Accumulated Depreciation

(1 170)

(919)

9 190

8 801

Total Land and Buildings

27 070

25 590



PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

The revaluation of freehold land and buildings was performed in accordance with an independent valuation by the Department of Land Information (Valuation Services). Fair value has been determined on the basis of:

- Current use value for Parliament House; and
- current market value for other properties.

The valuation was made in accordance with a policy of annual valuation.

Reconciliation of the carrying amounts of Land, Buildings, Building Improvements, Works in Progress and Works of Art at the beginning and end of the current financial year are set out below.

	Land	Buildings	Building Improvements	Works in Progress	Works of Art	Total
Carrying amount at start of year	2 107	14 682	8 801	606	603	26 799
Additions	-	-	640	-	-	640
Transfers	-	-	-	(520)	-	(520)
Revaluation increments	120	971	-	-	82	1 173
Depreciation adjustment	-	-	-	-	-	-
Depreciation	-	-	(251)	-	-	(251)
Carrying amount at end of year	2 227	15 653	9 190	86	685	27 841

	2004/05 (\$000)	2003/04 (\$000)
20. Works of Art		
At Valuation	685	603
The valuation of works of art is in accordance with an independent valuation which was undertaken by Joy Legge of the Joy Legge Art Consultancy, on the basis of current market value in June 2005.		
21. Works in Progress		
Represents projects currently being undertaken but not yet finished and liable to depreciation.	86	606
22. Payables		
Trade payables	299	654



PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

	2004/05 (\$000)	2003/04 (\$000)
23. Provisions		
Current		
Annual Leave	428	355
Long Service Leave	369	359
Other (On-costs) (i)	84	76
	881	790
Non-Current		
Long Service Leave	290	259
Other (On-costs) (i)	30	28
	320	287

(i) The settlement of annual and long service leave liabilities gives rise to the payment of employment on-costs including superannuation and worker's compensation premiums. The liability for such on-costs is included here. The associated expense is included under Other related expenses (under Employee expenses) at Note 4.

Employee Benefit Liabilities

The aggregate employee benefit liability recognised and included in the financial statements is as follows:

Provision for employee entitlements

Current	881	790
Non Current	320	287
	1 201	1 077

24. Other Liabilities

Accrued salaries

	-	110
	-	110



PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

2004/05 2003/04
(\$000) (\$000)

25. Equity

Equity represents the residual interest in the net assets of the Department. The State of WA holds the equity interest in the Department on behalf of the community. The Asset Revaluation Reserve represents that portion of equity resulting from the revaluation of non-current assets.

Contributed Equity

Opening balance	6 277	4 519
Capital Contributions (I)	750	1 758
Closing balance	7 027	6 277

(I) Capital Contributions have been designated as contributions by owners and are credited directly to equity in the Statement of Financial Position.

Asset Revaluation Reserve (II)

Opening balance	17 093	16 911
Net revaluation increment - Artworks	50	
Net revaluation increment - Land	120	182
Net revaluation increment - Buildings	971	
Closing balance	18 234	17 093

(II) The Asset Revaluation Reserve is used to record increments and decrements on the revaluation of non-current assets, as described in accounting policy note 2(h).

Accumulated Surplus

Opening balance	4 614	5 343
Change in net assets	(347)	(729)
Closing balance	4 267	4 614

Total Equity

	29 528	27 984
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PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

26. Notes to the Statement of Cashflows 2004/05
(\$000) 2003/04
(\$000)

(a) Reconciliation of Cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

Cash assets (refer note 13)	1 601	669
Restricted cash assets (refer note 17)	-	180
	1 601	849

(b) Reconciliation of net cost of services to net cash flows provided by/(used in) operating activities

Net cost of services	(13 302)	(13 647)
Non cash items:		
Depreciation and amortisation	593	673
Superannuation expense	38	9
Resources received free of charge	-	-
(Profit)loss on sale of assets	(2)	(8)
(Increase)/decrease in assets:		
Current receivables	(44)	76
Works in progress	-	184
Other current assets	35	(11)
Change in GST receivables	-	26
Increase/(decrease) in liabilities:		
Current payables	43	(46)
Other current liabilities	(110)	(24)
Current provisions	91	72
Non-current provisions	33	(51)
Net cash provided by/(used in) operating activities	(12 625)	(12 747)



PARLIAMENTARY SERVICES DEPARTMENT
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2004/05 2003/04
(\$000) (\$000)

27. Resources Provided Free of Charge

During the year the following resources were provided free of charge and calculated on the basis of the net cost of services of the Department. The net cost of services of this Department amounted to \$13,302,000 in 2004/05 and was apportioned based on 57 Members of the Legislative Assembly and 34 Members of the Legislative Council.

Administration of the Legislative Assembly	8 332	8 548
Administration of the Legislative Council	4 970	5 099
	13 302	13 647

28. Remuneration of Senior Officers

The number of senior officers whose total fees, salaries, superannuation and other benefits for the financial year, fall within the following bands -

\$40,001-\$50,000	-	1
\$60,001-\$70,000	-	1
\$70,001-\$80,000	1	-
\$80,001-\$90,000	1	3
\$90,001-\$100,000	3	1
\$100,001-\$110,000	-	1
\$110,001-\$120,000	2	-
\$120,001-\$130,000	1	1
\$130,001-\$140,000	-	-
\$140,001-\$150,000	-	1
\$160,001-\$170,000	1	-
	9	9

Total remuneration of senior officers is:

951 834

The superannuation included here represents the superannuation expense incurred by the Department in respect of senior officers.

No senior officers are members of the Pension Scheme.



PARLIAMENTARY SERVICES DEPARTMENT
Notes to the Financial Statements
For the year ended 30 June 2005

29. Events Occurring After Reporting Date

There were no events occurring after reporting date which would impact on the financial statements.

30. Explanatory Statement

The Summary of Consolidated Fund Appropriations and Revenue Estimates discloses appropriations and other statutes expenditure estimates, the actual expenditures made and revenue estimates and payments into Consolidated Fund. Appropriations are now on an accrual basis.

The following explanations are provided in accordance with Treasurer's Instruction 945. Significant variations are considered to be those variations that are greater than 10% or \$100,000.

(i) Significant variances between estimate and actual - Total appropriation to deliver services:

	2004/05 Estimate \$000's	2004/05 Actual \$000's	Variation \$000's
Total appropriation provided to deliver services for the year.	12 846	12 917	(71)
Increase of \$104,000 for salaries & wages escalation and reduction of \$33,000 for reduced Capital User Charge.			

(ii) Significant variances between actual and prior year actual - Total appropriation to deliver services:

	2004/05 Actual \$000's	2003/04 Actual \$000's	Variation \$000's
Total appropriation provided to deliver services for the year.	12 917	12 909	8
Increase in 2004/05 largely offset by reductions due to completion of projects such as security upgrades and IT equipment leases.			

(iii) Significant variances between estimate and actual - Capital Contribution:

	2004/05 Estimate \$000's	2004/05 Actual \$000's	Variation \$000's
Capital contribution.	750	750	-



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(iv) Significant variances between actual and prior year actual - Capital Contribution:

	2004/05	2003/04	
	Actual	Actual	Variation
	\$000's	\$000's	\$000's
Capital contribution.	750	1 758	(1 008)
Reduction due to completion of capital projects such as the northern extension and enlargement of offices at the southern end of Parliament House.			

	2004/05	2003/04
	(\$000)	(\$000)
31. Commitments for expenditure		
a) Lease commitments		
Commitments in relation to leases contracted for at the reporting date but not recognised as liabilities, payable as follows:		
- Within one year	273	448
- Later than one year but not later than five years	375	524
- Later than five years	-	-
	<hr/>	<hr/>
	648	972
Representing:		
Cancellable operating leases	21	22
Non-cancellable operating leases	627	950
	<hr/>	<hr/>
	648	972

b) Capital expenditure commitments

Capital expenditure commitments, being contracted capital expenditure additional to amounts reported in the financial statements are payable as follows:

- Within one year	53	197
	<hr/>	<hr/>
	53	197

The capital commitments include amounts for Buildings

	<hr/>	<hr/>
	-	-

32. Contingent Liabilities

The Department has no contingent liabilities.

33. Supplementary Information

(a) Write Offs

There were no items written off during the year.

(b) Losses Through Thefts, Defaults And Other Causes

There were no items lost by the Department through thefts, defaults or other causes.

(c) Gifts of Public Property

There were no gifts of public property made by the Department during the financial year.



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	2004/05	2003/04
	(\$000)	(\$000)
34. Remuneration of auditor		
Remuneration to the Auditor General for the financial year is as follows:		
Auditing the accounts and financial statements	31	21

35. The Impact of Adopting International Accounting Standards

The Parliamentary Services Department is adopting Australian Equivalents to International Financial Reporting Standards (AIFRS).

AASB 1 requires an opening balance sheet as at 1 July 2004 and the restatement of the financial statements for the reporting period to 30 June 2005 on the International Financial Reporting Standards (IFRS) basis. These financial statements will be unpublished and will be presented as comparatives in the first annual financial report prepared on an IFRS basis for the period ending 30 June 2006.

AASB 1047 "Disclosing the Impacts of Adopting Australian Equivalents to International Financial Reporting Standards" requires financial reports for the period ending on or after 30 June 2005 to disclose any known or reliably estimable information about the impacts on the financial statements had they been prepared using AIFRS. Parliamentary Services Department do not consider any material differences to arise from adopting Australian equivalents to IFRS.

