

**DEPARTMENTAL
FINANCIAL
STATEMENTS**

INCOME STATEMENT

	Notes	2006-07 Budget \$'000	2006-07 Est. Act. \$'000	2007-08 Estimate \$'000
Income				
Output revenue	1	359,671	371,838	468,628
User charges	2	63,168	81,254	78,153
Grants and other contributions	3	47,460	59,361	50,173
Other revenue	4	1,794	2,289	757
Gains on sale/revaluation of property, plant and equipment and investments		..	..	..
Total income		472,093	514,742	597,711
Expenses				
Employee expenses	5	138,462	178,759	198,637
Supplies and services	6	96,390	115,455	97,255
Grants and subsidies	7	211,229	189,471	262,909
Depreciation and amortisation	8	12,759	13,229	16,976
Finance/borrowing costs		..	11	..
Other expenses	9	13,246	17,249	21,131
Losses on sale/revaluation of property, plant and equipment and investments		7	7	7
Total expenses		472,093	514,181	596,915
OPERATING SURPLUS / (DEFICIT)		..	561	796

STATEMENT OF CHANGES IN EQUITY

	Notes	2006-07 Budget \$'000	2006-07 Est. Act. \$'000	2007-08 Estimate \$'000
Net effect of the changes in accounting policies and prior year adjustments		..	..	..
Increase/ (decrease) in asset revaluation reserve	10	4,454	11,737	6,485
Net amount of all revenue and expense adjustments direct to equity not disclosed above		..	..	..
Net income recognised directly in equity		4,454	11,737	6,485
Surplus/ (deficit) for the period	11	..	561	796
Total recognised income and expense for the period		4,454	12,298	7,281
Equity injection/ (withdrawal)	12	15,446	61,976	71,244
Equity adjustments (MoG Transfers)	13	5,831	(8,071)	110
Total movement in equity for period		25,731	66,203	78,635

BALANCE SHEET

	Notes	2006-07 Budget \$'000	2006-07 Est. Act. \$'000	2007-08 Estimate \$'000
CURRENT ASSETS				
Cash assets	14	26,200	37,654	35,034
Receivables	15	7,205	23,163	23,170
Other financial assets		..	..	..
Inventories	16	158	1,791	1,791
Other	17	720	2,674	2,674
Non-financial assets held for sale	18	241	1,308	..
Total current assets		34,524	66,590	62,669
NON-CURRENT ASSETS				
Receivables		..	272	102
Other financial assets		..	..	..
Property, plant and equipment	19	190,431	222,381	291,713
Intangibles	20	10,385	18,295	30,749
Other		..	36	36
Total non-current assets		200,816	240,984	322,600
TOTAL ASSETS		235,340	307,574	385,269
CURRENT LIABILITIES				
Payables	21	16,217	31,260	31,260
Employee benefit obligations	22	10,311	15,014	14,892
Interest-bearing liabilities and derivatives		..	..	..
Provisions		20	..	..
Other	23	3,766	4,505	3,687
Total current liabilities		30,314	50,779	49,839
NON-CURRENT LIABILITIES				
Payables		..	..	..
Employee benefit obligations	24	2,663	3,621	3,621
Interest-bearing liabilities and derivatives		..	..	..
Provisions		10	..	..
Other	25	(20)	1,140	1,140
Total non-current liabilities		2,653	4,761	4,761
TOTAL LIABILITIES		32,967	55,540	54,600
NET ASSETS (LIABILITIES)		202,373	252,034	330,669
EQUITY				
Capital/Contributed equity	26	168,470	201,367	272,721
Retained surplus/ (Accumulated deficit)	27	(208)	1,433	2,229
Reserves:				
- Asset revaluation reserve	28	34,111	49,234	55,719
- Other (specify)		..	..	..
TOTAL EQUITY		202,373	252,034	330,669

CASH FLOW STATEMENT

	Notes	2006-07 Budget \$'000	2006-07 Est. Act. \$'000	2007-08 Estimate \$'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Inflows:				
Output receipts	29	359,671	367,628	468,628
User charges	30	63,161	81,043	78,146
Grants and other contributions	31	47,460	50,021	49,355
Other	32	1,794	2,289	757
Outflows:				
Employee costs	33	(138,462)	(178,759)	(198,637)
Supplies and services	34	(96,390)	(151,410)	(97,255)
Grants and subsidies	35	(211,229)	(185,261)	(262,909)
Borrowing costs		..	(11)	..
Other	36	(13,246)	(17,249)	(21,131)
Net cash provided by/ (used in) operating activities		12,759	(31,709)	16,954
CASH FLOWS FROM INVESTING ACTIVITIES				
Inflows:				
Sales of property, plant and equipment	37	..	..	1,308
Investments redeemed		..	..	..
Loans and advances redeemed		..	226	163
Outflows:				
Payments for property, plant and equipment and intangibles	38	(28,089)	(39,013)	(92,289)
Payments for investments		..	..	..
Loans and advances made		..	..	..
Net cash provided by/ (used in) investing activities		(28,089)	(38,787)	(90,818)
CASH FLOWS FROM FINANCING ACTIVITIES				
Inflows:				
Borrowings		..	..	..
Equity injections	39	15,633	62,615	73,774
Outflows:				
Borrowing redemptions		..	(69)	..
Finance lease payments		..	..	..
Equity withdrawals	40	(187)	(639)	(2,530)
Net cash provided by/ (used in) financing activities		15,446	61,907	71,244
Net Increase/ (decrease) in cash held		116	(8,589)	(2,620)
Cash at the beginning of financial year		26,084	34,964	37,654
Cash transfers from restructure	41	..	11,279	..
Cash at the end of financial year		26,200	37,654	35,034

INCOME STATEMENT

EXPENSES AND REVENUES ADMINISTERED ON BEHALF OF THE WHOLE OF GOVERNMENT	Notes	2006-07 Budget \$'000	2006-07 Est. Act. \$'000	2007-08 Estimate \$'000
Revenues				
Commonwealth grants		..	..	..
Taxes, fees and fines	1	247	424	302
Royalties, property income and other territorial revenue		..	..	..
Interest	2	..	339	487
Administered item revenue	3	152,384	154,826	149,841
Other		..	..	..
Total revenues		152,631	155,589	150,630
Expenses				
Supplies and services	4	..	7,726	..
Depreciation and amortisation		..	..	..
Grants and subsidies	5	147,384	142,557	149,354
Benefit payments	6	5,000	4,204	..
Borrowing Costs		..	..	..
Other		..	..	..
Total expenses		152,384	154,487	149,354
Net surplus or deficit before transfers to Government		247	1,102	1,276
Transfers of Administered Revenue to Government		247	763	789
OPERATING SURPLUS/ (DEFICIT)	7	..	339	487

BALANCE SHEET

ASSETS AND LIABILITIES ADMINISTERED ON BEHALF OF THE WHOLE OF GOVERNMENT	Notes	2006-07 Budget \$'000	2006-07 Est. Act. \$'000	2007-08 Estimate \$'000
CURRENT ASSETS				
Cash assets	8	1,884	16,562	17,048
Receivables		506	259	256
Inventories		..	..	..
Other		..	..	..
Non-financial assets held for sale		..	..	..
Total current assets		2,390	16,821	17,304
NON-CURRENT ASSETS				
Receivables		..	..	..
Other financial assets		..	..	..
Property, plant and equipment		..	..	..
Intangibles		..	..	..
Other		..	..	..
Total non-current assets		..	..	..
TOTAL ADMINISTERED ASSETS		2,390	16,821	17,304
CURRENT LIABILITIES				
Payables	9	8,276	11,990	11,990
Transfers to Government payable		..	125	125
Interest-bearing liabilities		4	5	5
Other		..	..	..
Total current liabilities		8,280	12,120	12,120
NON-CURRENT LIABILITIES				
Payables		..	..	..
Interest-bearing liabilities		6	7	3
Other		..	..	..
Total non-current liabilities		6	7	3
TOTAL ADMINISTERED LIABILITIES		8,286	12,127	12,123
ADMINISTERED NET ASSETS/ (LIABILITIES)		(5,896)	4,694	5,181
EQUITY				
Capital/Contributed equity	10	(5,896)	4,355	4,355
Retained surplus/(Accumulated deficit)	11	..	339	826
Reserves:				
- Asset revaluation reserve		..	..	..
- Other (specify)		..	..	..
TOTAL ADMINISTERED EQUITY		(5,896)	4,694	5,181

CASH FLOW STATEMENT

CASH FLOWS ADMINISTERED ON BEHALF OF THE WHOLE OF GOVERNMENT	Notes	2006-07 Budget \$'000	2006-07 Est. Act. \$'000	2007-08 Estimate \$'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Inflows:				
Administered item receipts	12	152,384	147,287	149,841
Grants and other contributions		..	..	..
Taxes, fees and fines	13	247	424	302
Royalties, property income and other territorial revenues		..	..	..
Other	14	..	339	487
Outflows:				
Transfers to Government		(247)	(763)	(789)
Grants and subsidies	15	(152,384)	(146,761)	(149,354)
Supplies and services	16	..	(7,726)	..
Borrowing costs		..	..	..
Other		..	..	..
Net cash provided by/ (used in) operating activities		..	(7,200)	487
CASH FLOWS FROM INVESTING ACTIVITIES				
Inflows:				
Sales of property, plant and equipment		..	..	..
Investments redeemed		..	..	..
Loans and advances redeemed		4	3	3
Outflows:				
Payments for property, plant and equipment		..	..	..
Payments for intangibles		..	..	..
Payments for investments		..	..	..
Loans and advances made		..	..	..
Net cash provided by/ (used in) investing activities		4	3	3
CASH FLOWS FROM FINANCING ACTIVITIES				
Inflows:				
Borrowings		..	..	..
Equity injections		..	..	..
Outflows:				
Borrowing redemptions		(4)	(4)	(4)
Finance lease payments		..	..	..
Equity withdrawals		..	..	..
Net cash provided by/ (used in) financing activities		(4)	(4)	(4)
Net increase/ (decrease) in cash held		..	(7,201)	486
Administered cash at beginning of financial year		1,884	13,513	16,562
Cash transfers from restructure	17	..	10,250	..
Administered cash at end of financial year		1,884	16,562	17,048

EXPLANATION OF VARIANCES IN THE FINANCIAL STATEMENTS

Income Statement

Major variations between 2006-07 Budget and 2006-07 Estimated Actuals include:

1. Increase primarily relates to the net impact of deferrals from 2005-06 to 2006-07 and 2006-07 to 2007-08 and the outyears, additional appropriations resulting from machinery-of-Government changes, additional appropriation funding approved during 2006-07, offset by output to equity conversions performed during 2006-07.
2. Increase is primarily a result of the machinery-of-Government changes and additional Shared Information Solutions user charges offset by a reduction in Smart Services Queensland user charges.
3. Increase is primarily a result of the machinery-of-Government changes along with an increased level of grant and contribution funding from other government agencies along with the impact of unearned revenue from the 2005-06 year end.
4. Increase is primarily a result of the machinery-of-Government changes and additional sundry revenue offset by a reduction in controlled bank interest resulting from the cessation of the cash management incentive regime.
5. Increase is primarily a result of the machinery-of-Government changes, additional funding approved during 2006-07, the reallocation of supplies and services to employee expenses to meet operational requirements offset by the net impact of deferrals from 2005-06 to 2006-07 and 2006-07 to 2007-08.
6. Increase is primarily a result of the machinery-of-Government changes, additional funding approved during 2006-07, offset by the reallocation of supplies and services to employee expenses to meet operational requirements and the net impact of deferrals from 2005-06 to 2006-07 and 2006-07 to 2007-08.
7. Decrease primarily relates to deferrals from 2006-07 to 2007-08 and the outyears along with additional grant and subsidy expenses arising as a result of the machinery-of-Government changes.
8. Increase primarily relates to additional depreciation expenses arising as a result of the machinery-of-Government changes.
9. Increase is primarily a result of the machinery-of-Government changes along with the reallocation of operating expenses to meet operational requirements.

Major variations between 2006-07 Budget and 2007-08 Estimate include:

1. Increase primarily relates to the net impact of deferrals from 2005-06 and 2006-07 to 2007-08, additional appropriations resulting from machinery-of-Government changes, additional appropriation funding approved in 2006-07, new appropriation approved for 2007-08, offset by output to equity conversions performed during 2006-07 relating to 2007-08 appropriations.
2. Increase is primarily a result of the machinery-of-Government changes and an increase in Smart Service Queensland user charges offset by a reduction in Shared Information Solutions user charges.
3. Increase is primarily a result of the machinery-of-Government changes.
4. Decrease is primarily a result of a reduction in controlled bank interest resulting from the cessation of the cash management incentive regime offset by the machinery-of-Government changes.
5. Increase is primarily a result of the machinery-of-Government changes, additional funding approved during 2006-07, new funding approved for 2007-08, the reallocation of supplies and services to employee expenses to meet operational requirements along with the impact of deferrals from 2006-07 to 2007-08.
6. Increase is primarily a result of the machinery-of-Government changes, additional funding approved during 2006-07, new funding approved for 2007-08, and the impact of deferrals from 2006-07 to 2007-08, offset by a reduction in Shared Information Solutions supplies and services.
7. Increase is primarily a result of the machinery-of-Government changes, the net impact of deferrals from 2005-06 and 2006-07 to 2007-08 and the outyears, additional funding approved during 2006-07, new funding approved for 2007-08, prior year initiative approved escalations along with increased growth and indexation allocations, offset by output to equity conversions performed during 2006-07 relating to 2007-08 appropriations.
8. Increase is primarily a result of the machinery-of-Government changes along with new funding approved in 2006-07 and new funding approved for 2007-08.
9. Increase is primarily a result of the machinery-of-Government changes along with additional funding approved for 2007-08 primarily relating to office lease accommodation.

Major variations between 2006-07 Estimated Actual and 2007-08 Estimate include:

1. Increase primarily relates to the net impact of deferrals from 2005-06 and 2006-07 to 2007-08, additional appropriations resulting from machinery-of-Government changes, new appropriation funding approved for 2007-08, offset by output to equity conversions performed during 2006-07 relating to 2007-08 appropriations.
2. Decrease is a result of a reduction in Shared Information Solutions user charges offset by machinery-of-Government changes and an increase in Smart Service Queensland user charges.
3. Decrease primarily relates to the impact of unearned revenue from 2005-06 and a reduction in Commonwealth funding for initiatives that cease in 2007-08.
4. Decrease is primarily a result of a reduction in controlled bank interest resulting from the cessation of the cash management incentive regime offset by machinery-of-Government changes.
5. Increase is primarily a result of the machinery-of-Government changes, additional funding approved for 2007-08, the reallocation of supplies and services along with the impact of deferrals from 2006-07 to 2007-08.
6. Decrease primarily relates to a reduction in Shared Information Solutions supplies and services along with the impact of operating expense reallocations during 2006-07 to meet operational requirements offset by machinery-of-Government changes, additional funding approved for 2007-08 and the impact of deferrals from 2006-07 to 2007-08.
7. Increase is primarily a result of the machinery-of-Government changes, the net impact of deferrals from 2005-06 and 2006-07 to 2007-08 and the outyears, additional funding approved for 2007-08, prior year initiative approved escalations along with increased growth and indexation allocations, offset by output to equity conversions performed during 2006-07 relating to 2007-08 appropriations and the impact of grant and subsidy expense reallocations during 2006-07 to meet operational requirements.

8. Increase is primarily a result of the machinery-of-Government changes along with new funding approved in 2006-07 and new funding approved for 2007-08.
9. Increase is primarily a result of the machinery-of-Government changes along with additional funding approved for 2007-08 primarily relating to office lease accommodation.

Statement of Changes in Equity

Major variations between 2006-07 Budget and 2006-07 Estimated Actuals include:

10. Increase primarily relates to an increase in the asset revaluation reserve movement for 2006-07 which was not fully budgeted for in the 2006-07 original budget along with the impact of asset revaluations using indexation for the assets that transferred to the department as a result of the machinery-of-Government changes.
11. Increase primarily relates to an increase in budgeted profits for retail stores along with an expected surplus revenue over expenditure for Shared Information Solutions.
12. Increase primarily relates to additional equity appropriations approved for the department as a result of the machinery-of-Government changes, additional equity funding approved in 2006-07, offset by the net impact of deferrals from 2005-06 to 2006-07 and 2006-07 to 2007-08.
13. Decrease relates to equity transfers as a result of the machinery-of-Government changes in 2006-07.

Major variations between 2006-07 Budget and 2007-08 Estimate include:

10. Increase primarily relates to an increase in the asset revaluation reserve movement for 2007-08 which was not fully budgeted for in the 2006-07 original budget along with the impact of asset revaluations using indexation for the assets that transferred to the department as a result of the machinery-of-Government changes.
11. Increase primarily relates to an increase in budgeted profits for retail stores.
12. Increase primarily relates to the impact of deferrals from 2006-07 to 2007-08, additional funding approved during 2006-07 incorporating machinery-of-Government changes along with new funding approved for 2007-08.
13. Decrease relates to net equity transfers as a result of machinery-of-Government changes during 2006-07 and 2007-08.

Major variations between 2006-07 Estimated Actual and 2007-08 Estimate include:

10. Decrease relates to a reduction in the asset revaluation reserve movement for 2007-08 resulting from a combination of the respective indices used for 2006-07 and 2007-08.
11. Increase primarily relates to an increase in budgeted profits for retail stores.
12. Increase primarily relates to the net impact of deferrals from 2006-07 to 2007-08, additional funding approved for 2007-08, offset by the completion of initiatives funded by 2006-07 equity injections.
13. Increase relates to the net impact of equity transfers as a result of the machinery-of-Government changes during 2006-07 and 2007-08.

Balance Sheet

Major variations between 2006-07 Budget and 2006-07 Estimated Actual include:

14. Increase primarily relates to cash balances that transferred to the department as a result of machinery-of-Government changes.
15. Increase primarily relates to an increase in receivables resulting from the finalisation of the 2005-06 financial statements along with receivable balances that transferred to the department as a result of machinery-of-Government changes.
16. Increase primarily relates to inventory that transferred to the department as a result of machinery-of-Government changes.
17. Increase primarily relates to an increase in other receivables resulting from the finalisation of the 2005-06 financial statements.
18. Increase primarily reflects departmental properties held for sale that are surplus to departmental requirements.
19. Increase primarily relates to property, plant and equipment that transferred to the department as a result of machinery-of-Government changes along with additional capital funding approved during 2006-07.
20. Increase primarily relates to further expenditure associated with the Information Renewal Initiative.
21. Increase primarily relates to an increase in payables resulting from the finalisation of the 2005-06 financial statements along with payable balances that transferred to the department as a result of machinery-of-Government changes.
22. Increase primarily relates to an increase in employee benefit obligations resulting from the finalisation of the 2005-06 financial statements along with employee benefit obligation balances that transferred to the department as a result of machinery-of-Government changes.
23. Increase primarily relates to an increase in other current liabilities resulting from the finalisation of the 2005-06 financial statements along with other current liability balances that transferred to the department as a result of machinery-of-Government changes.
24. Increase primarily relates to an increase in employee benefit obligations resulting from the finalisation of the 2005-06 financial statements along with employee benefit obligation balances that transferred to the department as a result of machinery-of-Government changes.
25. Increase primarily relates to an increase in other non-current liabilities resulting from the finalisation of the 2005-06 financial statements.
26. Increase primarily relates to an increase in equity that transferred to the department as a result of machinery-of-Government changes along with additional capital funding approved during 2006-07.
27. Increase primarily relates to an increase in budgeted profits for retail stores along with an expected surplus revenue over expenditure for Shared Information Solutions.
28. Increase relates to asset revaluations using indexation.

Major variations between 2006-07 Budget and 2007-08 Estimate include:

14. Increase relates primarily to cash balances that transferred to the department as a result of machinery-of-Government changes.
15. Increase primarily relates to an increase in receivables resulting from the finalisation of the 2005-06 financial statements along with receivable balances that transferred to the department as a result of machinery-of-Government changes.
16. Increase primarily relates to inventory that transferred to the department as a result of machinery-of-Government changes.

17. Increase primarily relates to an increase in other receivables resulting from the finalisation of the 2005-06 financial statements.
18. Decrease reflects the disposal of departmental properties during 2006-07 that were surplus to departmental requirements.
19. Increase primarily relates to property, plant and equipment that transferred to the department as a result of machinery-of-Government changes, new capital approved during 2006-07, capital funding deferred from 2006-07 to 2007-08 along with new capital funding approved during 2007-08.
20. Increase primarily relates to new capital approved during 2006-07, capital funding deferred from 2006-07 to 2007-08 along with new capital funding approved during 2007-08.
21. Increase primarily relates to an increase in payables resulting from the finalisation of the 2005-06 financial statements along with payable balances that transferred to the department as a result of machinery-of-Government changes.
22. Increase primarily relates to an increase in employee benefit obligations resulting from the finalisation of the 2005-06 financial statements along with employee benefit obligation balances that transferred to the department as a result of machinery-of-Government changes.
24. Increase primarily relates to an increase in employee benefit obligations resulting from the finalisation of the 2005-06 financial statements along with employee benefit obligation balances that transferred to the department as a result of machinery-of-Government changes.
25. Increase primarily relates to an increase in other non-current liabilities resulting from the finalisation of the 2005-06 financial statements.
26. Increase primarily relates equity funding transferred to the department as a result of machinery-of-Government changes, new capital funding approved during 2006-07, capital funding deferred from 2006-07 to 2007-08 along with new capital funding approved during 2007-08.
27. Increase primarily relates to an increase in budgeted profits for Retail Stores.
28. Increase relates to asset revaluations using indexation.

Major variations between 2006-07 Estimated Actual and the 2007-08 Estimate include:

14. Decrease relates to retail stores asset acquisition funded from cash balances.
18. Decrease reflects the disposal of departmental properties during 2006-07 that were surplus to departmental requirements.
19. Increase primarily relates to new capital approved during 2006-07, capital funding deferred from 2006-07 to 2007-08 along with new capital funding approved during 2007-08.
20. Increase primarily relates to software purchases associated with Shared Information Solutions.
23. Decrease relates to a reduction in unearned revenue.
26. Increase primarily relates to capital funding deferred from 2006-07 to 2007-08 along with new capital funding approved during 2007-08.
27. Increase primarily relates to an increase in budgeted profits for retail stores.
28. Increase relates to asset revaluations using indexation.

Cash Flow Statement

Major variations between 2006-07 Budget and 2006-07 Estimated Actuals include:

29. Increase primarily relates to the net impact of deferrals from 2005-06 to 2006-07 and 2006-07 to 2007-08 and the outyears, additional appropriations resulting from machinery-of-Government changes, additional appropriation funding approved during 2006-07, offset by output to equity conversions performed during 2006-07.
30. Increase is primarily a result of the machinery-of-Government change, additional Shared Information Solutions user charges offset by a reduction in Smart Services Queensland user charges.
31. Increase is primarily a result of the machinery-of-Government changes along with an increased level of grant and contribution funding from other government agencies.
32. Increase is primarily a result of the machinery-of-Government changes, additional sundry revenue offset by a reduction in controlled bank interest resulting from the cessation of the cash management incentive regime.
33. Increase is primarily a result of the machinery-of-Government changes, additional funding approved during 2006-07, the reallocation of supplies and services to employee expenses to meet operational requirements offset by the net impact of deferrals from 2005-06 to 2006-07 and 2006-07 to 2007-08.
34. Increase is primarily a result of the machinery-of-Government changes, additional funding approved during 2006-07, offset by the reallocation of supplies and services to employee expenses to meet operational requirements and the net impact of deferrals from 2005-06 to 2006-07 and 2006-07 to 2007-08.
35. Decrease primarily relates to the net impact of deferrals from 2005-06 to 2006-07 and 2006-07 to 2007-08 and the outyears offset by additional grant and subsidy expenses arising as a result of the machinery-of-Government changes.
36. Increase is primarily a result of the machinery-of-Government changes along with the reallocation of operating expenses to meet operational requirements.
38. Increase primarily relates to additional capital funding approved during 2006-07, output to equity funding conversions that were performed during 2006-07 to fund asset acquisitions and the capital acquisitions arising as a result of the machinery-of-Government changes.
39. Increase primarily relates to additional equity appropriations approved for the department as a result of the machinery-of-Government changes, additional equity funding approved in 2006-07, offset by the net impact of deferrals from 2005-06 to 2006-07 and 2006-07 to 2007-08.
40. Increase relates to equity withdrawals related to depreciation funding provided as part of the Information Renewal Initiative.
41. Increase relates to cash balances transferred to the department as a result of the machinery-of-Government changes.

Major variations between 2006-07 Budget and 2007-08 Estimate include:

29. Increase primarily relates to the net impact of deferrals from 2005-06 and 2006-07 to 2007-08, additional appropriations resulting from machinery-of-Government changes, additional appropriation funding approved in 2006-07, new appropriation approved for 2007-08, offset by output to equity conversions performed during 2006-07 relating to 2007-08 appropriations.
30. Increase is primarily a result of the machinery-of-Government changes, an increase in Smart Service Queensland user charges offset by a reduction in Shared Information Solutions user charges.
31. Increase is primarily a result of the machinery-of-Government changes.

32. Decrease is primarily a result of a reduction in controlled bank interest resulting from the cessation of the cash management incentive regime offset by machinery-of-Government changes.
33. Increase is primarily a result of the machinery-of-Government changes, additional funding approved during 2006-07, new funding approved for 2007-08, the reallocation of supplies and services to employee expenses to meet operational requirements along with the impact of deferrals from 2006-07 to 2007-08.
34. Increase is primarily a result of the machinery-of-Government changes, additional funding approved during 2006-07, new funding approved for 2007-08, the impact of deferrals from 2006-07 to 2007-08, offset by a reduction in Shared Information Solutions supplies and services.
35. Increase is primarily a result the of the machinery-of-Government changes, the net impact of deferrals from 2005-06 and 2006-07 to 2007-08 and the outyears, additional funding approved during 2006-07, new funding approved for 2007-08, prior year initiative approved escalations along with increased growth and indexation allocations, offset by output to equity conversions performed during 2006-07 relating to 2007-08 appropriations.
36. Increase is a result of the machinery-of-Government changes along with additional funding approved for 2007-08 primarily relating to office lease accommodation.
37. Increase primarily reflects departmental property disposals that are surplus to departmental requirements.
38. Increase primarily relates to the cash impact of funding for the acquisition of property, plant and equipment that transferred to the department as a result of machinery-of-Government changes, the net impact of deferrals from 2006-07 to 2007-08, along with new property, plant and equipment funding approved for 2007-08.
39. Increase primarily relates to the net impact of deferrals from 2006-07 to 2007-08, additional equity funding approved during 2006-07 incorporating machinery-of-Government changes along with new equity funding approved for 2007-08.
40. Increase relates to equity withdrawals related to depreciation funding provided as part of the Information Renewal Initiative along with a withdrawal in respect of the whole-of-Government financial management system implementation.

Major variations between 2006-07 Estimated Actual and 2007-08 Estimate include:

29. Increase primarily relates to the net impact of deferrals from 2005-06 and 2006-07 to 2007-08, additional appropriations resulting from machinery-of-Government changes, new appropriation funding approved for 2007-08, offset by output to equity conversions performed during 2006-07 relating to 2007-08 appropriations.
30. Decrease primarily relates to a reduction in Shared Information Solutions user charges offset by machinery-of-Government changes and an increase in Smart Service Queensland user charges.
31. Decrease primarily relates to a reduction in commonwealth funding for initiatives that cease in 2007-08.
32. Decrease is primarily a result of a reduction in controlled bank interest resulting from the cessation of the cash management incentive regime offset by machinery-of-Government changes.
33. Increase is primarily a result of the machinery-of-Government changes, additional funding approved for 2007-08, the reallocation of supplies and services to employee expenses and the impact of deferrals from 2006-07 to 2007-08.
34. Decrease is primarily a result of a reduction in Shared Information Solutions supplies and services along with the impact of operating expense reallocations during 2006-07 to meet operational requirements offset by machinery-of-Government changes, additional funding approved for 2007-08 and the impact of deferrals from 2006-07 to 2007-08,.
35. Increase is primarily a result of the machinery-of-Government changes, the net impact of deferrals from 2005-06 and 2006-07 to 2007-08 and the outyears, additional funding approved for 2007-08, prior year initiative approved escalations along with increased growth and indexation allocations, offset by output to equity conversions performed during 2006-07 relating to 2007-08 appropriations and the impact of grant and subsidy expense reallocations during 2006-07 to meet operational requirements.
36. Increase is primarily a result of the machinery-of-Government changes along with additional funding approved for 2007-08 primarily relating to office lease accommodation.
37. Increase primarily reflects departmental property disposals that are surplus to departmental requirements.
38. Increase primarily relates to the net impact of deferrals from 2006-07 to 2007-08, along with new property, plant and equipment funding approved for 2007-08.
39. Increase primarily relates to the net impact of equity deferrals from 2006-07 to 2007-08, along with new equity funding approved for 2007-08.
40. Increase relates to equity withdrawals related to depreciation funding provided as part of the Information Renewal Initiative along with a withdrawal in respect of the whole-of-Government financial management system implementation.
41. Reduction relates to cash balances transferred to the department as a result of the machinery-of-Government changes during 2006-07.

Income Statement

Expenses and Revenues Administered on Behalf of the Whole of Government

Major variations between 2006-07 Budget and 2006-07 Estimated Actual include:

1. The increase relates to additional child care licensing fees for 2006-07 in excess of budget.
2. The increase relates to interest revenue accruing as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement.
3. The net increase primarily relates to a CPI fee increase for electricity rebates, additional appropriations resulting from a machinery-of-Government arrangement, the net increase in funding relating to Cyclone Larry for 2006-07 which are offset by a reduction in the costs of the pensioner rate subsidy scheme in line with the Australian Taxation Office fiscal ruling concerning the suppliers as part of this scheme along with a reduction in funding required for electricity rebates and pensioner rate subsidies.
4. The increase is a result of reclassifying Cyclone Larry funding from benefit payments to supplies and services.
5. The net decrease primarily relates to a reduction in the costs of the pensioner rate subsidy scheme in line with the Australian Taxation Office fiscal ruling concerning the suppliers as part of this scheme, a reduction of funding required for electricity rebates and pensioner rate subsidies for 2006-07 which was offset by a CPI fee increase for electricity rebates.
6. The net decrease primarily relates to the reclassification of Cyclone Larry funding from benefit payment to supplies and services offset by a net increase funding relating to Cyclone Larry in 2006-07.
7. The increase in the operating surplus relates to appropriation funding received by the department relating to bank interest earned on the Aboriginal and Torres Strait Islander Partnership reparations fund.

Major variations between 2006-07 Budget and 2007-08 Estimate include:

1. The increase relates to additional child care licensing fees budgeted for in 2007-08.
2. The increase relates to interest revenue accruing as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement.
3. The net decrease primarily relates to the cessation of Cyclone Larry funding in 2006-07 and a reduction in the costs of the pensioner rate subsidy scheme in line with the Australian Taxation Office fiscal ruling concerning the suppliers as part of this scheme which was offset by a CPI fee increase for electricity rebates and an appropriation receivable as at the end of 2005-06.
5. The net increase primarily relates to a CPI fee increase for electricity rebates along with growth in the concessions budget due to growth in the ageing population.
6. The decrease is a result of the cessation of Cyclone Larry funding in 2006-07.
7. The increase in the operating surplus relates to appropriation funding received by the department relating to bank interest earned on the Aboriginal and Torres Strait Islander Partnership reparations fund.

Major variations between 2006-07 Estimated Actual and the 2007-08 Estimate include:

1. The decrease relates to a reduction in budgeted child care licensing fees in 2007-08.
2. The increase relates to interest revenue accruing as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement.
3. The net decrease primarily relates to the cessation of Cyclone Larry funding in 2006-07, an appropriation receivable as at the end of 2005-06, offset by CPI fee increase for electricity rebates along with growth in the concessions budget due to growth in the ageing population.
4. The decrease relates to the cessation of Cyclone Larry funding in 2006-07.
5. The net increase primarily relates to growth in the concessions budget due to growth in the ageing population.
6. The decrease is a result of the cessation of Cyclone Larry funding in 2006-07.
7. The increase in the operating surplus relates to appropriation funding received by the department relating to bank interest earned on the Aboriginal and Torres Strait Islander Partnership reparations fund.

Balance Sheet

Assets and Liabilities Administered on Behalf of the Whole of Government

Major variations between 2006-07 Budget and 2006-07 Estimated Actual include:

8. The net increase primarily relates to the transfer of administered cash balances to the department as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement along with the cash impact of the appropriation funding received by the department relating to bank interest earned on the Aboriginal and Torres Strait Islander Partnership reparations fund.
9. The increase relates to an increase in grants payable at the end of 2006-07.
10. The increase relates to the transfer of administered equity to the department as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement.
11. The increase in the retained surplus relates to appropriation funding received by the department relating to bank interest earned on the Aboriginal and Torres Strait Islander Partnership reparations fund.

Major variations between 2006-07 Budget and 2007-08 Estimate include:

8. The increase primarily relates to the transfer of administered cash balances to the department as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement along with the cumulative effect of the appropriation funding received by the department relating to bank interest earned on the Aboriginal and Torres Strait Islander Partnership reparations fund.
9. The increase relates to an increase in grants payable at the end of 2006-07.
10. The increase relates to the transfer of administered equity to the department as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement.
11. The increase in the retained surplus relates to the cumulative effect of the appropriation funding received by the department relating to bank interest earned on the Aboriginal and Torres Strait Islander Partnership reparations fund.

Cash Flow Statement

Cash Flows Administered on Behalf of the Whole of Government

Major variations between 2006-07 Budget and 2006-07 Estimated Actual include:

12. The net decrease primarily relates to an appropriation receivable as at the end of 2005-06. A reduction in the costs of the pensioner rate subsidy scheme in line with the Australian Taxation Office fiscal ruling concerning the treatment of GST from the suppliers as part of this scheme along with a reduction in funding required for electricity rebates and pensioner rate subsidies which was offset by a CPI fee increase for electricity rebates, additional appropriations resulting from a machinery-of-Government arrangement and the net increase in funding relating to Cyclone Larry for 2006-07.
13. The increase relates to additional child care licensing fees in excess of budget.
14. The increase relates to interest revenue accruing as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement.
15. The decrease is primarily as a result of reclassifying Cyclone Larry funding from benefit payments to supplies and services, a reduction in the costs of the pensioner rate subsidy Scheme in line with the Australian Taxation Office fiscal ruling concerning the suppliers as part of this scheme along with a reduction in funding required for electricity rebates and pensioner rate subsidies which was offset by a CPI fee increase for electricity rebates, additional appropriations resulting from a machinery-of-Government arrangement and the net increase in funding relating to Cyclone Larry for 2006-07.
16. The increase is primarily as a result of reclassifying Cyclone Larry funding from benefit payments to supplies and services.
17. The increase relates to the transfer of administered cash balances to the department as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement.

Major variations between 2006-07 Budget and 2007-08 Estimate include:

12. The decrease is primarily as a result of the cessation of Cyclone Larry funding in 2006-07, a reduction in the costs of the pensioner rate subsidy scheme in line with the Australian Taxation Office fiscal ruling concerning the suppliers as part of this scheme along with a reduction funding required for electricity rebates and pensioner rate subsidies, an appropriation receivable as at the end of 2005-06 which was offset by a CPI fee increase for electricity rebates and additional appropriations resulting from a machinery-of-Government arrangement.
13. The increase relates to additional child care licensing fees budgeted for in 2007-08.
14. The increase relates to interest revenue accruing as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement.
15. The net decrease primarily relates to the cessation of Cyclone Larry funding in 2006-07, a reduction in the costs of the pensioner rate subsidy scheme in line with the Australian Taxation Office fiscal ruling concerning the suppliers as part of this scheme which was offset by a CPI fee increase for electricity rebates and additional funding resulting from a machinery-of-Government arrangement.

Major variations between 2006-07 Estimated Actual and the 2007-08 Estimate include:

12. The net increase primarily relates to a CPI fees increase for electricity rebates along with growth in ageing population offset by the cessation of Cyclone Larry funding in 2006-07.
13. The decrease relates to a reduction in budgeted child care licensing fees in 2007-08.
14. The increase relates to interest revenue accruing as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement.
15. The net increase primarily relates to increased growth in the concessions budget due to growth in the ageing population.
16. The decrease relates to the cessation of Cyclone Larry funding in 2006-07.
17. The decrease relates to the transfer of administered cash balances to the department as a result of the Aboriginal and Torres Strait Islander Partnership function transferring to the department as part of a machinery-of-Government arrangement during 2006-07.