

AUSTRALIAN CENTRE FOR INTERNATIONAL AGRICULTURAL RESEARCH

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AUSTRALIAN CENTRE FOR INTERNATIONAL AGRICULTURAL RESEARCH

Section 1: Overview

The Australian Centre for International Agricultural Research (ACIAR) funds projects that link Australian scientists with their counterparts in developing countries to address agricultural problems of mutual priority. ACIAR operates as part of Australia's Official Development Assistance Program, focusing on Papua New Guinea, the Pacific and South-East Asia, Northern and South Asia. ACIAR's projects aim to reduce poverty, foster economic growth and achieve sustainable development through research outcomes that result in more productive and sustainable agriculture.

Collaborative research activities link Australian institutions with counterparts in one or more developing countries (bilateral projects); and partnerships with selected international agricultural research centres, through funding for specific projects and the provision of core funding on behalf of the Australian Government (multilateral projects). Training of researchers is undertaken through the provision of postgraduate degree fellowships in Australia for partner country scientists, and also through short courses to assist in the development of relevant skills related to project delivery and research management.

1.1 SUMMARY OF AGENCY CONTRIBUTIONS TO OUTCOMES

ACIAR has a single outcome: Agriculture in developing countries and Australia is more productive and sustainable as a result of better technologies, practices, policies and systems. This is achieved through two outputs: collaborative research that addresses agricultural problems of developing countries and Australia; and training of researchers in developing countries and Australia.

Features of ACIAR's programme and expenditure this year include:

- An expansion of programmes in Indonesia, Philippines and Laos, representing an increase in funding for research and development projects in South-East Asia of \$4.4 million to \$21.9 million (including projects co-funded by AusAID) in 2007-08.
- Support for the "whole-of-government" engagement in the aid programme through:
 - A collaborative ACIAR-AusAID programme of agricultural research in Papua New Guinea.

ACIAR Budget Statement: Overview

- Involvement in the Australia-Indonesia Partnership, including delivery of a major subprogram of the Smallholder Agribusiness Development Initiative, which will increase expenditure on projects in Indonesia by \$4.1 million to \$10.4 million.
- Managing two of the four components of the Australia Pakistan Agriculture Sector Linkages Program.
- Continuation of a large multi-year project in East Timor delivering improved varieties of staple food crops.
- A \$1 million increase in funding to ACIAR’s training programme to \$4.6 million, with 40 new fellowship placements for partner country scientists within Australian universities in 2007-08.
- A continued reduction in bilateral programme expenditure in China with a corresponding increase in co-funding arrangements by partner organisations in both countries.

Other joint AusAID-ACIAR initiatives (in addition to those outlined above) include co-investment in projects in Iraq and the Philippines.

ACIAR continues to support technical interventions in areas of Indonesia’s Aceh province to rebuild scientific capacity and agricultural and aquaculture industries affected by the December 2004 Tsunami.

Table 1.1: Contribution to outcomes

Outcome	Description	Output groups
Outcome 1	Agriculture in developing countries and Australia is more productive and sustainable as a result of better technologies, practices, policies and systems	Output 1.1 Collaborative research that addresses agricultural and natural resource management problems of developing countries and Australia
		Output 1.2 Training researchers in developing countries and Australia

Section 2: Resources for 2007-08

2.1 APPROPRIATIONS AND OTHER RESOURCES

Table 2.1 shows the total resources from all origins for 2007-08, including appropriations. The table summarises how resources will be applied by outcome, administered and departmental classification.

The total appropriation for ACIAR in the 2007-08 Budget is \$51.479 million.

Table 2.1: Appropriations and other resources 2007-08 ('000)

Agency/Outcome/ Non-operating	Departmental				Administered				Total	
	Appropriation Bill No. 1 \$'000	Appropriation Bill No. 2 \$'000	Special Appropriation \$'000	Receipts (a) \$'000	Appropriation Bill No. 1 \$'000	Appropriation SPPs \$'000	Other (b) \$'000	Special Appropriation \$'000		Receipts (a) \$'000
Outcome 1	51,479	0	0	12,375	0	0	0	0	0	63,854
Equity injections	0	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Previous years' outputs	0	0	0	0	0	0	0	0	0	0
Administered assets and liabilities	0	0	0	0	0	0	0	0	0	0
Special capital appropriation	0	0	0	0	0	0	0	0	0	0
TOTAL	51,479	0	0	12,375	0	0	0	0	0	63,854

(a) Departmental and administered receipts from other sources (i.e. other than appropriation amounts) that are available to be used.

(b) Includes new administered expenses and administered assets and liabilities.

Notes:

1. Under the appropriation structure, Bill No. 2 includes Specific Purpose Payments (SPPs), new agency Outcomes (NAOs), administered capital and departmental capital via departmental injections and loans.

2. Refer to Budgeted Income Statement for application of agency revenue.

2.2 2007-08 BUDGET MEASURES

ACIAR has no new measures.

2.3 OTHER RESOURCES AVAILABLE TO BE USED

Table 2.3 provides details of other resources obtained by the agency for provision of goods and services. These resources are approved for use by the agency and are included in Table 2.1.

Table 2.3: Other resources available to be used¹

	Estimated receipts 2006-07 \$'000	Budget estimate 2007-08 \$'000
Departmental resources		
FMA Act s.31 ²	0	0
Resources received free of charge	24	24
Sale of goods and services	10	40
Other	10	10
External funds (e.g. AusAID)	7,535	12,301
Total departmental other resources available to be used	7,579	12,375
Administered other resources		
FMA Act s.31 ²	0	0
Other	0	0
Total administered other resources available to be used	0	0

Notes:

1. This table represents own source receipts available for spending on departmental purposes.
2. *Financial Management and Accountability Act 1997* (FMA Act) section 31 items are to be included as separate rows. Significant section 31 items are to be identified separately from other section 31 resources where appropriate.

2.4 MOVEMENT OF ADMINISTERED FUNDS

ACIAR has no administered items.

2.5 SPECIAL APPROPRIATIONS

ACIAR has no special appropriations.

2.6 MOVEMENTS IN 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*. These Determinations may be disallowed by the Parliament. Special Accounts can also be established by the passage of separate legislation. Abolition of Special Accounts requires a Determination to be made by the Finance Minister or, for those Accounts established by legislation, by repeal of the legislation in whole or part. Table 2.6 shows the expected additions (credits) and reductions (debits) for each account used by ACIAR.

Table 2.6: Estimates of Special Account flows and balances

Name of account	Outcome	Opening balance	Receipts	Payments	Adjustments	Closing balance
		2007-08	2007-08	2007-08	2007-08	2007-08
		2006-07	2006-07	2006-07	2006-07	2006-07
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Australian Centre for International Agricultural Research Account - s20 <i>FMA Act</i> (Departmental)	1	500	65,204	65,204	0	500
		470	63,087	63,057	0	500
Other Trust Moneys Account - s20 <i>FMA Act</i> (Departmental)		0	0	0	0	0
Services for Other Governments and Non-Agency Bodies Account - s20 <i>FMA Act</i> (Departmental)		0	0	0	0	0
Total special accounts						
2007-08 Budget estimate		500	65,204	65,204	0	500
Total Special Accounts 2006-07 estimate actual		470	63,087	63,057	0	500

FMA Act = Financial Management and Accountability Act, 1997

Section 3: Outcomes

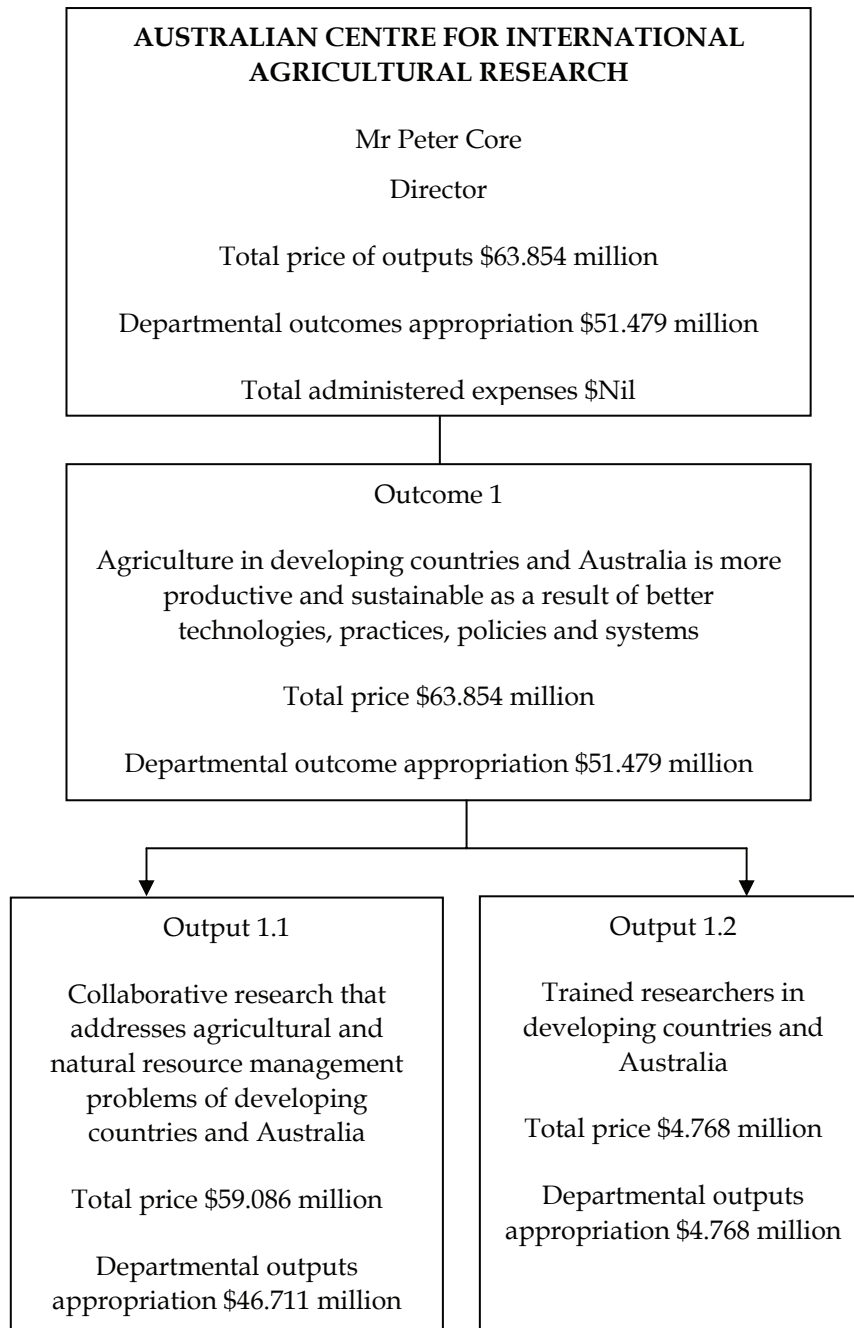
General government sector (GGS) agencies are required to plan, budget and report under an outcomes structure. GGS agencies produce outputs (departmental items) and also administer items on behalf of the Government (administered items).

This section summarises how the resources identified in Section 2 will be used to contribute to the outcome for ACIAR. Emphasis is placed on estimating the contribution to outcomes through administered items and outputs delivered by the agency. Key performance measures and performance evaluation activities are specified for each outcome. More detailed information on output and administered item attributes is maintained by agencies for internal management purposes.

3.1 SUMMARY OF OUTCOMES AND CONTRIBUTION TO OUTCOMES

The relationship between activities of ACIAR and the outcomes is summarised in Figure 2.

Figure 2: Contributions to outcomes



3.2 OUTCOME RESOURCES AND PERFORMANCE INFORMATION

3.2.1 Outcome 1 resourcing

Table 3.1 shows how the 2007-08 Budget appropriations translate to total resourcing for outcome 1, including administered expenses, revenue from government (appropriation), revenue from other sources, and the total price of outputs.

ACIAR Budget Statement: Outcomes

Table 3.1: Total resources for Outcome 1 (\$'000)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000
Administered appropriations	0	0
Total administered appropriations	0	0
Departmental appropriations		
Output Group 1.1 - Collaborative research that addresses agricultural and natural resource management problems of developing countries and Australia	46,607	46,711
Subtotal Output Group 1.1	46,607	46,711
Departmental appropriations		
Output Group 1.2 - Training researchers in developing countries and Australia	3,755	4,768
Subtotal Output Group 1.2	3,755	4,768
Total revenue from government (appropriations) Contributing to price of departmental outputs	50,362 87%	51,479 81%
Revenue from other sources		
Resources received free of charge	24	24
Sale of goods and services	10	40
Sale of assets	10	10
External funds	7,535	12,301
Total revenue from other sources	7,579	12,375
Total price of departmental outputs (Total revenue from government and from other sources)	57,941	63,854
Total estimated resourcing for Outcome 1 (Total price of outputs and administered appropriations)	57,941	63,854
Average staffing level (number) ¹	64	65

1 Average Staffing Levels are expressed as Full-time Equivalent (FTE) staff employed under the *Australian Public Service Act* and includes locally engaged staff in overseas posts – 20.5 (2006-07) and 20.5 (2007-08) FTE.

3.2.2 Measures affecting Outcome 1¹

ACIAR had no new measures.

3.2.3 Contributions to achievement of Outcome 1

ACIAR's outputs reflect the Government's decision that agriculture in developing countries and Australia is more productive and sustainable as a result of better technologies, practices, policies and systems. This is achieved through two outputs: collaborative research that addresses agricultural problems of developing countries and Australia; and training of researchers in developing countries and Australia.

3.2.4 Performance information for Outcome 1

Performance information for individual outputs and output groups relating to ACIAR are summarised in Table 3.2.

Table 3.2: Performance information for Outcome 1

Performance indicators for individual outputs

Output	Performance indicator
Output group 1 - Collaborative research that addresses agricultural and natural resource management problems of developing countries and Australia	Quality: <ul style="list-style-type: none">• Regional investment profile is consistent with Australian Government aid priorities• Research partners are contributing 40-55% of project costs• >90% of concluding projects are assessed by external reviews as having achieved their main objectives• There is further substantiated evidence of significant economic, social and environmental impacts from completed ACIAR projects• Support for multilateral research providers is concentrated on those international agricultural research centres with greatest comparative advantage

Quantity:

- Around 250 research projects are delivering outputs during 2007-08 #
- >10,000 copies of ACIAR research publications and papers are requested or downloaded

Price: \$59.116m

Output group 2 - Trained researchers in developing countries and Australia

Quality:

- >90% of trainees indicate satisfaction with training

Quantity:

- >100 trainees take part in formal, ACIAR-supported training courses

Price: \$4.768m

Includes Small Research Activities, a new category of project aimed at utilising scoping studies to rapidly but more completely identify key researchable issues ahead of implementation of major projects.

3.2.5 Evaluations for Outcome 1

In the 2007-08 financial year, evaluations of a number of ACIAR projects will be completed. All studies are commissioned by ACIAR and are outsourced to external consultants. Results will be published in the ACIAR Annual Report and on the ACIAR website.

Other planned evaluations and reviews affecting ACIAR in 2007-08 include:

- Risk Management - appropriate reviews will be undertaken to ensure that sound financial, legal and ethical decision making processes are adhered to and monitored. This includes a review of our risk register, fraud control plan and the operation of the internal audit plan.

Section 4: Other reporting requirements

4.1 PURCHASER-PROVIDER ARRANGEMENTS

Agencies may need to provide resources to other General Government Sector (GGS) bodies, for example in payment for services rendered or as part of cross agency initiatives. Consequently, the sum of amounts in agency resourcing tables in Budget Paper No. 4, and in the resourcing tables in this document, will not equal total resourcing at the whole of government level (as reproduced in Budget Paper No. 1).

This section summarises significant transactions between GGS agencies that are not consolidated or reported at the whole of government level.

4.1.1 Cross agency overview

ACIAR purchases services from the Department of Foreign Affairs and Trade under a Service Level Agreement (SLA).

ACIAR also purchases telecommunications services at overseas missions from the Department of Foreign Affairs and Trade.

ACIAR purchases payroll services from the Australian Agency for International Development (AusAID).

Performance against outcomes of purchased outputs

The performance information can be found in Table 3.2.

Actual results against performance targets and indicators for 2007-08 will be reported in ACIAR's 2007-08 annual report.

4.2 COST RECOVERY ARRANGEMENTS

ACIAR has no cost recovery arrangements in place as defined in Finance Circular 2002/02 issued by the Department of Finance and Administration.

4.3 AUSTRALIAN GOVERNMENT INDIGENOUS EXPENDITURE (AGIE)

Refer to the Portfolio AGIE Table 1.1 in the Portfolio Overview.

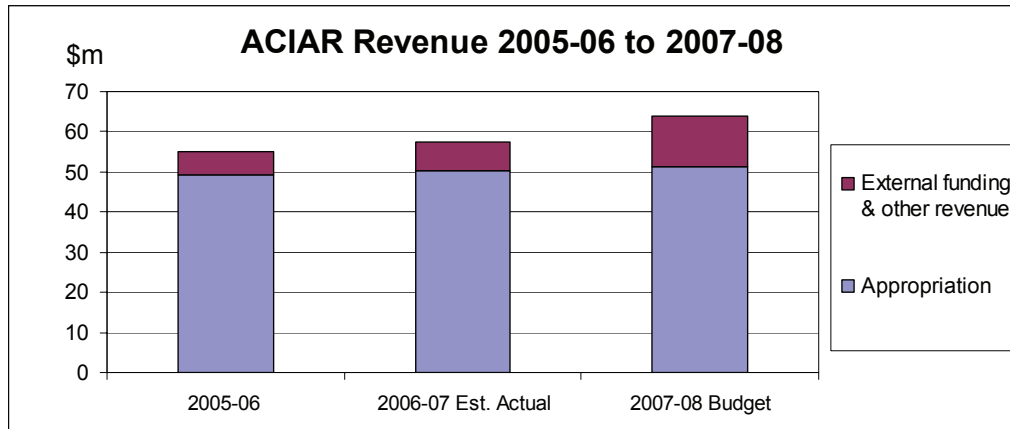
Section 5: Budgeted financial statements

5.1 ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

An analysis of ACIAR's budgeted financial statements for 2007-08 is provided below:

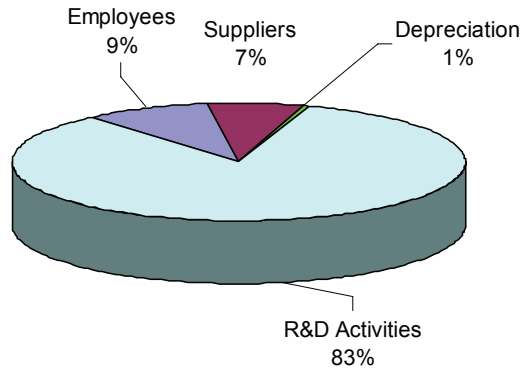
Departmental

ACIAR obtains its funds primarily from the Australian Government appropriation, with some external funding and other revenue from sale of publications. Over recent years ACIAR has maintained its level of appropriation, in real terms. External funding has increased over the same period.



About 83 per cent of ACIAR's expenditure is on "Research and Development Programme Activities" which comprises bilateral and multilateral projects, impact assessment activities, education and training of researchers and publication of research results.

ACIAR Expenditure 2007-08



For 2004-05 and onwards ACIAR has budgeted for a balanced budget.

ACIAR will continue its focus on good stewardship of its financial resources and a more strategic approach to managing ACIAR's balance sheet.

DEPARTMENTAL FINANCIAL STATEMENTS

Budgeted departmental income statement

This statement provides a picture of the expected financial results for ACIAR by identifying full accrual income and expenditure, which highlights whether ACIAR is operating at a sustainable level.

Budgeted departmental balance sheet

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

Budgeted departmental statement of cash flows

Budgeted cash flows, as reflected in the statement of cash flows, provide important information on the extent and nature of cash flows by categorising them into expected cash flows from operating activities, investing activities and financing activities.

Departmental Statement of changes in equity – summary of movement

This statement shows the movement in equity.

Departmental capital budget statement

Shows all planned capital acquisitions that are funded from internal sources.

Departmental property, plant, equipment and intangibles - summary of movement

Shows budgeted acquisitions and disposals of non-financial assets during the budget year.

5.2 BUDGETED FINANCIAL STATEMENTS TABLES

**Table 5.1: Budgeted departmental income statement
(for the period ended 30 June)**

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
INCOME					
Revenue					
Revenues from Government	50,362	51,479	51,892	52,072	52,767
Goods and services	10	10	10	10	10
Fees and fines	0	0	0	0	0
Interest	0	0	0	0	0
Dividends	0	0	0	0	0
Rents	0	0	0	0	0
Royalties	0	0	0	0	0
Grants Received	11,604	12,301	13,300	13,300	13,300
Other	40	40	40	40	40
Total revenue	62,016	63,830	65,242	65,422	66,117
Gains					
Foreign exchange gains	0	0	0	0	0
Reversals of previous asset write-downs	0	0	0	0	0
Sale of assets	0	0	0	0	0
Other	24	24	24	24	24
Total gains	24	24	24	24	24
Total income	62,040	63,854	65,266	65,446	66,141
EXPENSE					
Employees	5,165	5,250	5,340	5,400	5,500
Suppliers	3,878	4,002	4,036	4,118	4,185
Grants	47,262	47,852	48,140	48,178	48,676
Depreciation and amortisation	295	295	295	295	325
Finance costs	0	0	0	0	0
Write-down of assets and impairment of assets	0	0	0	0	0
Losses from sale of assets	10	10	10	10	10
Foreign exchange losses	0	0	0	0	0
Other	5,430	6,445	7,445	7,445	7,445
Total expenses	62,040	63,854	65,266	65,446	66,141
Share of operating results of associates and joint ventures accounted for using the equity method	0	0	0	0	0

**Table 5.1: Budgeted departmental income statement
(for the period ended 30 June) (cont)**

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
Surplus (Deficit) before income tax	0	0	0	0	0
Income tax expense	0	0	0	0	0
Surplus/(Deficit)					
Minority interest in surplus (deficit)	0	0	0	0	0
Surplus (deficit) attributable to the Australian Government	0	0	0	0	0

Table 5.2: Budgeted departmental balance sheet (as at 30 June)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
ASSETS					
Financial assets					
Cash and equivalents	500	500	500	500	500
Trade and other Receivables	6,570	6,700	6,770	6,870	6,970
Investments accounted for under the equity method	0	0	0	0	0
Investments	0	0	0	0	0
Other investments	0	0	0	0	0
Tax assets	0	0	0	0	0
Other	0	0	0	0	0
Total financial assets	7,070	7,200	7,270	7,370	7,470
Non-financial assets					
Land and buildings	0	0	0	0	0
Infrastructure, plant and equipment	799	799	799	933	1,103
Investment properties	0	0	0	0	0
Inventories	0	0	0	0	0
Intangibles	207	207	207	207	207
Biological assets	0	0	0	0	0
Other	399	399	399	399	399
Total non-financial assets	1,405	1,405	1,405	1,539	1,709
Assets held for sale	0	0	0	0	0
Total assets	8,475	8,605	8,675	8,909	9,179
LIABILITIES					
Interest bearing liabilities					
Loans	0	0	0	0	0
Leases	0	0	0	0	0
Deposits	0	0	0	0	0
Other	0	0	0	0	0
Total interest bearing liabilities	0	0	0	0	0
Provisions					
Employees	1,455	1,555	1,655	1,755	1,855
Other	0	0	0	0	0
Total provisions	1,455	1,555	1,655	1,755	1,855
Payables					
Suppliers	571	571	571	571	571
Grants	1,202	1,202	1,202	1,202	1,202
Dividends	0	0	0	0	0
Other	4,419	4,419	4,419	4,419	4,419
Total payables	6,192	6,192	6,192	6,192	6,192
Liabilities included in disposal groups held for sale	0	0	0	0	0
Total liabilities	7,647	7,747	7,847	7,947	8,047
Net assets	828	858	828	962	1,132

Table 5.2: Budgeted departmental balance sheet (as at 30 June) (cont)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
EQUITY*					
Parent entity interest					
Contributed equity	0	0	0	134	304
Reserves	325	325	325	325	325
Retained surpluses or accumulated deficits	0	0	0	0	0
Total parent entity interest	503	503	503	503	503
Minority interest					
Contributed equity	0	0	0	0	0
Reserves	0	0	0	0	0
Retained surpluses or accumulated deficits	0	0	0	0	0
Total minority interest	0	0	0	0	0
Total equity	828	828	828	962	1,132
Current assets	7,655	7,785	7,855	7,955	8,055
Non-current assets	820	820	820	954	1,124
Current liabilities	7,547	7,647	7,747	7,847	7,947
Non-current liabilities	100	100	100	100	100

*Note: 'equity' is the residual interest in assets after deduction of liabilities.

Table 5.3: Budgeted departmental statement of cash flows (as at 30 June)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	15	15	15	15	15
Appropriations	50,362	51,479	51,892	52,072	52,767
Interest	0	0	0	0	0
Dividends	0	0	0	0	0
Other	12,700	13,700	14,700	14,700	14,700
Total cash received	63,077	65,194	66,607	66,787	67,482
Cash used					
Employees	5,300	5,350	5,450	5,550	5,650
Suppliers	4,262	4,367	4,376	4,464	4,603
Grants	46,700	47,692	47,996	47,988	48,444
Borrowing costs	0	0	0	0	0
Other	6,500	7,500	8,500	8,500	8,500
Income taxes paid	0	0	0	0	0
Total cash used	62,762	64,909	66,322	66,502	67,197
Net cash from or (used by) operating activities	315	285	285	285	285
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	10	10	10	10	10
Proceeds from sales of financial instruments	0	0	0	0	0
Investments	0	0	0	0	0
Other	0	0	0	0	0
Total cash received	10	10	10	10	10
Cash used					
Purchase of property, plant and equipment	295	295	295	429	465
Purchase of financial instruments	0	0	0	0	0
Investments	0	0	0	0	0
Other	0	0	0	0	0
Total cash used	295	295	295	429	465
Net cash from or (used by) investing activities	(285)	(285)	(285)	(419)	(455)

Table 5.3: Budgeted departmental statement of cash flows (as at 30 June) (cont)

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	0	0	0	134	170
Proceeds from issuing financial instruments	0	0	0	0	0
Other	0	0	0	0	0
Total cash received	0	0	0	134	170
Cash used					
Repayments of debt	0	0	0	0	0
Dividends paid	0	0	0	0	0
Other	0	0	0	0	0
Total cash used	0	0	0	0	0
Net cash from or (used by) financing activities	0	0	0	134	170
Net increase or (decrease) in cash held	30	0	0	0	0
Cash at the beginning of the reporting period	470	500	500	500	500
Effect of exchange rate movements on cash at the beginning of reporting period	30	0	0	0	0
Cash at the end of the reporting period	500	500	500	500	500

Table 5.4: Departmental statement of equity - summary of movement
(Budget year 2007-08)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2007					
Balance carried forward from previous period	503	325	0	0	828
Adjustment for changes in accounting policies	0	0	0	0	0
Adjusted opening balance	503	325	0	0	828
Income and expense					
Income and expenses recognised directly in equity:					
Gain/loss on revaluation of property	0	0	0	0	0
Sub-total income and expense	0	0	0	0	0
Surplus (deficit) for the period	0	0	0	0	0
Total income and expenses recognised directly in equity	0	0	0	0	0
Transactions with owners					
<i>Distribution to owners</i>					
Returns on capital					
Dividends	0	0	0	0	0
Returns of capital					
Restructuring	0	0	0	0	0
Other	0	0	0	0	0
<i>Contribution by owners</i>					
Appropriation (equity injection)	0	0	0	0	0
Other:					
Restructuring	0	0	0	0	0
Sub-total transactions with owners	0	0	0	0	0
Transfers between equity components	0	0	0	0	0
Estimated closing balance as at 30 June 2008	503	325	0	0	828

Table 5.5 Departmental capital budget statement

	Estimated actual 2006-07 \$'000	Budget estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000	Forward estimate 2010-11 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	0	0	0	134	170
Total loans	0	0	0	0	0
Total capital appropriations	0	0	0	134	170
Represented by:					
Purchase of non-financial assets	0	0	0	134	170
Other	0	0	0	0	0
Total represented by	0	0	0	134	170
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	0	0	0	134	170
Funded internally by					
Departmental resources	295	295	295	295	325
Total	295	295	295	429	495

Table 5.6: Departmental property, plant, equipment and intangibles - summary of movement (Budget year 2007-08)

	Land	Investment	Buildings	Specialist	Other	Heritage	Computer	Other	Total
	property	property		military	infrastructure	and cultural	software	intangibles	
	\$'000	\$'000	\$'000	equipment	plant and	assets	\$'000	\$'000	\$'000
					equipment				
As at 1 July 2007									
Gross book value	0	0	0	0	1,572	0	594	0	2,166
Accumulated depreciation	0	0	0	0	773	0	387	0	1,160
Opening net book value	0	0	0	0	799	0	207	0	1,006
Additions:									
by purchase	0	0	0	0	220	0	85	0	305
by finance lease	0	0	0	0	0	0	0	0	0
internally developed	0	0	0	0	0	0	0	0	0
from acquisitions of entities or operations (including restructuring)	0	0	0	0	0	0	0	0	0
Revaluations and impairment through equity	0	0	0	0	0	0	0	0	0
Reclassifications	0	0	0	0	0	0	0	0	0
Depreciation/amortisation expense	0	0	0	0	210	0	85	0	295
Impairments recognised in operating result	0	0	0	0	0	0	0	0	0
Other movements	0	0	0	0	0	0	0	0	0
Disposals:									
from disposal of entities or operations (including restructuring)	0	0	0	0	0	0	0	0	0
other disposals	0	0	0	0	10	0	0	0	10
As at 30 June 2008									
Gross book value	0	0	0	0	1,782	0	679	0	2,461
Accumulated depreciation	0	0	0	0	983	0	472	0	1,455
Estimated closing net book value	0	0	0	0	799	0	207	0	1,006

5.3 NOTES TO THE FINANCIAL STATEMENTS

Departmental Financial Statements and Notes

Under the Australian Government's accrual budgeting framework, and consistent with Australian Accounting Standards, transactions that agencies control (departmental transactions) are separately budgeted for and reported on from transactions agencies do not have control over (Administered transactions). This ensures that agencies are only held fully accountable for the transactions over which they have control.

Departmental items are those assets, liabilities, revenues and expenses in relation to an agency or authority that are controlled by the agency. Departmental expenses include employee and supplier expenses and other administrative costs, which are incurred by the agency in providing its goods and services.

Administered items are revenues, expenses, assets and liabilities that are managed by an agency or authority on behalf of the Government according to set Government directions. Administered expenses include subsidies, grants and personal benefit payments and Administered revenues include taxes, fees, fines and excises.

ACIAR's financial statements are required by section 49 of the *Financial Management and Accountability Act 1997* and are prepared in accordance with the Financial Management and Accountability (FMA) Orders.

The Centre is a Statutory Authority under the *Australian Centre for International Agricultural Research Act 1982*. The accounts have been prepared in accordance with that Act.

Appropriations in the Accrual Budgeting Framework

Under the Australian Government's accrual budgeting framework, annual appropriations are provided for Departmental price of outputs representing the Government's purchase of outputs from agencies.

Asset valuation

From 30 June 2003 Property, Plant and Equipment have been valued on a fair value basis. Fair value essentially reflects the current market value of an asset.