

LAND & WATER AUSTRALIA

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LAND & WATER AUSTRALIA

Section 1: Agency overview and resources

Since 1990, Land & Water Australia (LWA) has invested in research to generate knowledge to support the long-term sustainable and productive management of Australia's landscapes. 2009-10 marks the final year of its current Strategic R&D Plan.

1.1 STRATEGIC DIRECTION

The government is ceasing ongoing annual appropriation funding to LWA and has directed the organisation to finalise its responsibilities no later than 31 December 2009.

In 2009-10, a small group of existing LWA staff will focus on finalising existing research and transferring responsibility for on-going and priority projects to research partners or other agencies. Programs such as Tropical Rivers and Coastal Knowledge, Managing Climate Variability, the current phase of the National Climate Change Research Strategy for Primary Industries, the National Program for Sustainable Irrigation and the Australian Agricultural Natural Resources Online, will be transferred to appropriate agencies.

1.2 AGENCY RESOURCE STATEMENT

Table 1.1 shows the total resources from all origins. All resources are applied to the agency's single outcome and are departmental.

Table 1.1: CAC Act Body Land & Water Australia Resource Statement—Budget estimates for 2009–10 as at Budget May 2009

Source	Estimate of prior year amounts available in 2009–10 \$'000	Proposed at Budget 2009–10 \$'000	Total Estimate 2009–10 \$'000	Estimated Available Appropriation 2008–09 \$'000
Opening Balance/Reserves at Bank	11,028	-	11,028	17,154
REVENUE FROM GOVERNMENT				
Ordinary Annual Services¹				
Outcome 1	-	6,700	6,700	13,018
Total Funds from Government	-	6,700	6,700	13,018
FUNDS FROM OTHER SOURCES				
Interest	-	170	170	852
Sale of goods and services	-	474	474	12,767
Other	-	10	10	20
Total	-	654	654	13,639
Total net resourcing for Agency	-	7,354	18,382	43,811

All figures are GST exclusive

¹Land & Water Australia is not directly appropriated as it is a CAC Act body. Appropriations are made to the Department of Agriculture, Fisheries and Forestry which are then paid to the Agency and are considered 'departmental' for all purposes.

1.3 BUDGET MEASURES

Budget measures relating to LWA are detailed in Budget Paper No.2 and are summarised below.

Table 1.2: Land & Water Australia 2009–10 Budget measures

Program	2008–09 \$'000	2009–10 \$'000	2010–11 \$'000	2011–12 \$'000	2012–13 \$'000
Expense measures					
Land and Water Australia – cessation of funding					
1.1 Administered expenses	-	-	-	-	-
Departmental expenses	-	(4,961)	(13,331)	(13,609)	(14,013)
Total	-	(4,961)	(13,331)	(13,609)	(14,013)
Total expense measures					
Administered	-	-	-	-	-
Departmental	-	(4,961)	(13,331)	(13,609)	(14,013)
Total	-	(4,961)	(13,331)	(13,609)	(14,013)

1.4 TRANSITION FROM OUTCOMES AND OUTPUTS TO OUTCOMES AND PROGRAMS

From the 2009–10 Budget, all General Government Sector (GGS) entities will be reporting on a program basis. The figure below outlines the transition from the 2008–09 Budget year (as at Additional Estimates) which was presented in outputs and output groups to the program reporting framework used for the 2009–10 Budget. The table also captures the revision made to Land & Water Australia’s outcome statement under the Operation Sunlight Outcome Statements Review.

Figure 1: Transition table

2008–09 Budget year	2009–10 Budget year
Outcome 1: Knowledge, understanding and informed debate to inspire innovation and action in sustainable natural resource management.	Outcome 1: Informed decisions by land and water managers to support sustainable and productive landscapes, through investment in knowledge generation and management.
Output Group 1.1: Industries P1.1	Program 1.1: Land and Water Resources Research and Development Corporation
Output Group 1.2: Landscapes P1.1	
Output Group 1.3: People P1.1	
Output Group 1.4: Innovation P1.1	
Output Group 1.5: Collaboration and Strategic Analysis P1.1	
Output Group 1.6: Knowledge into Practice P1.1	

Section 2: Outcomes and planned performance

2.1 OUTCOMES AND PERFORMANCE INFORMATION

LWA has a single outcome which is described below, specifying the performance indicators and targets used to assess and monitor the performance of LWA in achieving government outcomes.

Outcome 1: Informed decisions by land and water managers to support sustainable and productive landscapes, through investment in knowledge generation and management.

Outcome 1 Strategy

In 2009–10 and forward years, LWA will not have any staff working on program delivery.

Outcome 1 Budgeted Expenses and Resources

Table 2.1 provides an overview of the total expenses for Outcome 1 by program. There are no budgeted expenses or resources associated with Outcome 1.

Table 2.1: Budgeted Expenses and Resources for Outcome 1

Outcome 1:	2008–09	2009–10
Informed decisions by land and water managers to support sustainable and productive landscapes, through investment in knowledge generation and management.	Estimated Actual Expenses \$'000	Estimated Expenses \$'000
Program 1.1: Land and Water Resources Research and Development Corporation		
Departmental Expenses		
Revenue from Government	13,018	6,700
Revenue from other Independent Sources	11,969	100
Reserves	7,311	-
Total for Program 1.1	32,298	6,800
Outcome 1 Totals by Resource type		
Departmental Expenses		
Revenue from Government	13,018	6,700
Revenue from other Independent Sources	11,969	100
Reserves	7,311	-
Total Expenses for Outcome 1	32,298	6,800
	2008–09	2009–10
Average Staffing Level (number)	38	3

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

Contributions to Outcome 1**Program 1.1: Land and Water Resources Research and Development Corporation****Program expenses**

	2008-09 Estimated Actual	2009-10 Budget	2010-11 Forward year 1	2011-12 Forward year 2	2012-13 Forward year 3
(‘000)					
Annual Departmental Expenses:					
Land and Water Resources Research and Development Corporation	32,298	6,800	-	-	-
Total Departmental Expenses	32,298	6,800	-	-	-

Section 3: Explanatory tables and budgeted financial statements

Section 3 presents explanatory tables and budgeted financial statements which provide a comprehensive snapshot of agency finances for the budget year 2009–10. It explains how budget plans are incorporated into the financial statements.

3.1 EXPLANATORY TABLES

3.1.1 Movement of administered funds between years

LWA does not have any administered funds.

3.1.2 Special Accounts

LWA does not have any special accounts.

3.1.3 Australian Government Indigenous Expenditure

LWA has no indigenous specific expenditure.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Differences in agency resourcing and financial statements

There are no differences between the resource statement in section one of the Portfolio Budget Statements and the financial statements contained within section three.

3.2.2 Analysis of budgeted financial statements

A deficit of \$7.311 million is forecast for 2008–09. This deficit is due to timing differences between receipt and expenditure of funding and is fully funded from the agency's reserves. The expenses recorded in 2009–10 relate to the costs of finalising existing research and transferring responsibility of on-going and priority projects to other agencies. The expected finalisation of responsibilities of LWA is also shown in a zero balance sheet as at 30 June 2010 and a cashflow that reflects settlement of all financial liabilities and disbursement of cash reserves.

3.2.3 Budgeted financial statements tables

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

	Estimated actual 2008–09 \$'000	Budget estimate 2009–10 \$'000	Forward estimate 2010–11 \$'000	Forward estimate 2011–12 \$'000	Forward estimate 2012–13 \$'000
EXPENSES					
Employee benefits	4,887	1,500	-	-	-
Supplier	8,248	851	-	-	-
Depreciation and amortisation	413	222	-	-	-
Write-down and impairment of assets	684	-	-	-	-
Other	18,066	4,227	-	-	-
Total expenses	32,298	6,800	-	-	-
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	11,084	-	-	-	-
Interest	865	100	-	-	-
Other revenue	20	-	-	-	-
Total revenue	11,969	100	-	-	-
Net cost of (contribution by) services	20,329	6,700	-	-	-
Revenue from government	13,018	6,700	-	-	-
Surplus (Deficit)	(7,311)	-	-	-	-
Surplus (Deficit) attributable to the Australian Government	(7,311)	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

	Estimated actual 2008–09 \$'000	Budget estimate 2009–10 \$'000	Forward estimate 2010–11 \$'000	Forward estimate 2011–12 \$'000	Forward estimate 2012–13 \$'000
ASSETS					
Financial assets					
Cash and equivalents	11,028	-	-	-	-
Trade and other Receivables	1,304	-	-	-	-
Total financial assets	12,332	-	-	-	-
Non-financial assets					
Land and buildings	110	-	-	-	-
Infrastructure, plant and equipment	33	-	-	-	-
Intangibles	79	-	-	-	-
Other	50	-	-	-	-
Total non-financial assets	272	-	-	-	-
Total assets	12,604	-	-	-	-
LIABILITIES					
Provisions					
Employees	1,737	-	-	-	-
Other	160	-	-	-	-
Total provisions	1,897	-	-	-	-
Payables					
Suppliers	350	-	-	-	-
Other	2,492	-	-	-	-
Total payables	2,842	-	-	-	-
Total liabilities	4,739	-	-	-	-
Net assets	7,865	-	-	-	-
EQUITY*					
Parent entity interest					
Contributed equity					
Reserves	7,255	-	-	-	-
Retained surpluses or accumulated deficits	610	-	-	-	-
Total parent entity interest	7,865	-	-	-	-
Total equity	7,865	-	-	-	-
Current assets	12,604	-	-	-	-
Non-current assets	-	-	-	-	-
Current liabilities	4,739	-	-	-	-
Non-current liabilities	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

	Estimated actual 2008–09 \$'000	Budget estimate 2009–10 \$'000	Forward estimate 2010–11 \$'000	Forward estimate 2011–12 \$'000	Forward estimate 2012–13 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	12,767	474	-	-	-
Grants	13,018	6,700	-	-	-
Interest	852	170	-	-	-
Other	3,084	1,659	-	-	-
Total cash received	29,721	9,003	-	-	-
Cash used					
Employees	4,908	2,487	-	-	-
Suppliers	8,409	2,195	-	-	-
Other	22,430	15,349	-	-	-
Total cash used	35,747	20,031	-	-	-
Net cash from or (used by) operating activities	(6,026)	(11,028)	-	-	-
INVESTING ACTIVITIES					
Cash received					
Other	-	-	-	-	-
Total cash received	-	-	-	-	-
Cash used					
Purchase of property, plant and equipment	100	-	-	-	-
Total cash used	100	-	-	-	-
Net cash from or (used by) investing activities	(100)	-	-	-	-
Net increase or (decrease) in cash held	(6,126)	(11,028)	-	-	-
Cash at the beginning of the reporting period	17,154	11,028	-	-	-
Cash at the end of the reporting period	11,028	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

	Retained earnings	Other reserves	Total equity
	\$'000	\$'000	\$'000
Opening balance as at 1 July 2009			
Balance carried forward from previous period	(797)	7,255	6,458
Adjustment for changes in accounting policies			
Adjusted opening balance	(797)	7,255	6,458
Surplus (deficit) for the period	-	-	-
Transactions with owners			
Returns of capital			
Restructuring	-	(7,255)	(7,255)
Other:			
Restructuring	797	-	797
Sub-total transactions with owners	797	(7,255)	(6,458)
Estimated closing balance as at 30 June 2010	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Departmental capital budget statement

	Estimated actual 2008–09 \$'000	Budget estimate 2009–10 \$'000	Forward estimate 2010–11 \$'000	Forward estimate 2011–12 \$'000	Forward estimate 2012–13 \$'000
ACQUISITION OF NON-FINANCIAL ASSETS					
Funded internally from Departmental resources ¹	100	-	-	-	-
TOTAL	100	-	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.2.6: Statement of Asset Movements—Departmental

	Buildings \$'000	Other Infrastructure, Plant & Equipment \$'000	Intangibles \$'000	Total \$'000
As at 1 July 2009				
Gross book value	638	157	851	1,646
Accumulated depreciation/amortisation	(528)	(124)	(772)	(1,424)
Opening net book balance	110	33	79	222
CAPITAL ASSET ADDITIONS				
Other Movements				
Assets held for sale or in a disposal group held for sale	-	-	-	-
Depreciation/amortisation expense	(110)	(33)	(79)	(222)
Sub-total	(110)	(33)	(79)	(222)
As at 30 June 2010				
Gross book value	638	157	851	1,646
Accumulated depreciation/amortisation	(638)	(157)	(851)	(1,646)
Closing net book balance	-	-	-	-

Prepared on Australian Accounting Standards basis.