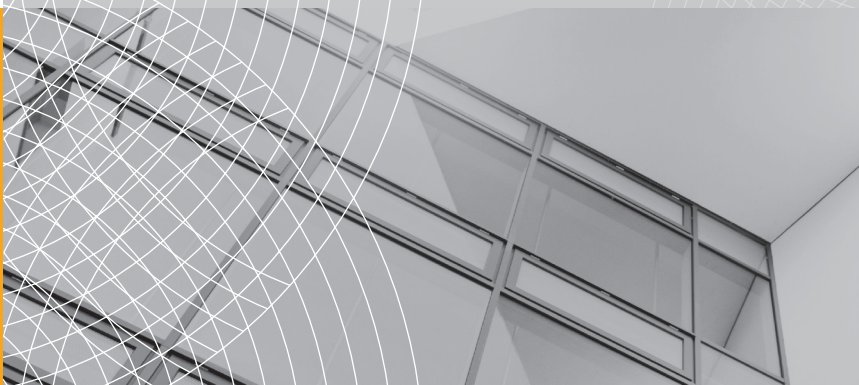


Department of Treasury and Finance

Annual Report

2012–13



Government of South Australia

Department of Treasury
and Finance



**Government
of South Australia**

Department of Treasury
and Finance

Annual Report

2012–13

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Presented to:

- the Honourable Jay Weatherill MP Premier and Treasurer of South Australia
- the Honourable John Rau MP Minister for Industrial Relations and Minister for Business Services and Consumers
- the Honourable Jack Snelling MP Minister for Health and Ageing
- the Honourable Michael O'Brien MP Minister for Finance

on 30 September 2013.

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Under Treasurer's foreword

The Department of Treasury and Finance plays a vital role providing economic and fiscal advice to the Government of South Australia and providing important services to other government agencies and the community. In the 2012–13 financial year we continued a strong focus on our vision, 'to make South Australia a better place to live, work, do business and raise a family, through our contribution to government policy and decision making, and the provision of efficient services'.

A Cabinet reshuffle in January 2013 saw the Premier, the Honourable Jay Weatherill MP, also become the Treasurer.

The department continued to provide support to the Honourable Michael O'Brien MP as Minister for Finance, the Honourable Jack Snelling MP as Minister for Veterans' Affairs, and the Honourable John Rau MP Minister for Business Services and Consumers, as the minister responsible for gambling policy.

Two new branches were formed during the year, the Motor Injury Insurance Reform (MIIR) and Workers Compensation Improvement Project (WCIP), which are responsible respectively to the Honourable Jack Snelling MP as Minister for Health and Ageing, and the Honourable John Rau MP as the Minister for Industrial Relations.

MIIR is leading the Compulsory Third Party insurance reforms. This includes reducing motor vehicle insurance costs, and developing a scheme that will ensure South Australians are provided with lifetime treatment, care and support without having to prove fault when seriously and permanently injured in a motor vehicle accident.

WCIP was created to provide high-quality, strategic advice on operational and legislative reform of workers' compensation in South Australia. We engaged with interested parties regarding operational and legislative reforms and developed a new WorkCover Charter and a Performance Statement to direct operational improvements.

2012–13 was a demanding year for the department on a number of fronts. The general softening of consumer spending since the Global Financial Crisis continued to put pressure on government revenues, including Commonwealth Government revenues and grants to the states.

In response, the department maintained a strong focus on the Government of South Australia's budget strategy and its seven strategic priorities for the state.

This department is the lead agency for delivering the priority 'An Affordable Place to Live'. A consultation paper was launched by the Premier outlining measures the Government of South Australia has taken to address cost of living pressures. Community feedback from the consultation paper will be analysed during 2013–14 and strategies developed for consideration.

To strengthen government finances, the department managed the sale of state assets totalling \$1.2 billion including:

- the former Commissioner for Highways building at Walkerville, Citi Centre head lease, and the old Victor Harbor TAFE site
- government employee housing in the metropolitan and regional areas
- sale of the harvesting rights of ForestrySA plantations forward rotations to OneFortyOne Plantation
- the appointment of Tatts Group to manage SA Lotteries' brands and products.

The department continued to provide advice to the Premier in relation to Council of Australian Governments (COAG) matters, including our commitment to the National Disability Insurance Scheme and the National Plan for School Improvement, and associated funding arrangements.

The department administers several whole of government banking contracts, for transactional banking, merchant and purchase card services. During 2012–13 these services were put to tender and awarded to the Commonwealth and ANZ Banks. This enabled the Government of South Australia to access more cost-effective banking services with enhanced features.

Another departmental cost saving initiative involved the tendering out of the management and disposal of the government fleet vehicles, and adoption of a new business model to deliver fleet services. This arrangement has been estimated to generate annual savings of \$2.5 million per year.

Our visual identity was also updated, reinforcing the department's vision, corporate values and objectives. As part of this process, the visual identity was applied to all corporate promotional material including reports, intranet, PowerPoint presentations, event banners, lectern plates and the new DTF website.

To recognise that 'people are the strength of our department' an Employee Recognition Framework was developed. This ensures our employees are recognised for their outstanding work and contribution to departmental projects and initiatives.

I wish to thank all staff for their efforts during 2012–13 and another year of significant achievements.



Brett Rowse
Under Treasurer

The department

Our role

Our goal

Our goal is to assist the government to improve the prosperity and wellbeing of South Australians.

Our vision

Our vision is to make South Australia a better place to live, work, do business and raise a family, through our contribution to government policy and decision making, and the provision of efficient services.

Our contribution

Strong state finances and an efficient public sector underpin a growing economy, which creates jobs, improves prosperity and increases opportunity, for a brighter future.

We conduct research, analyse information, give advice and contribute to government policy and decision making.

We also provide a range of financial and business services that are efficient and responsive to our clients' requirements.

Our success

Our success is based on the experience and expertise of our people, our culture of high performance and accountability, and our shared values.

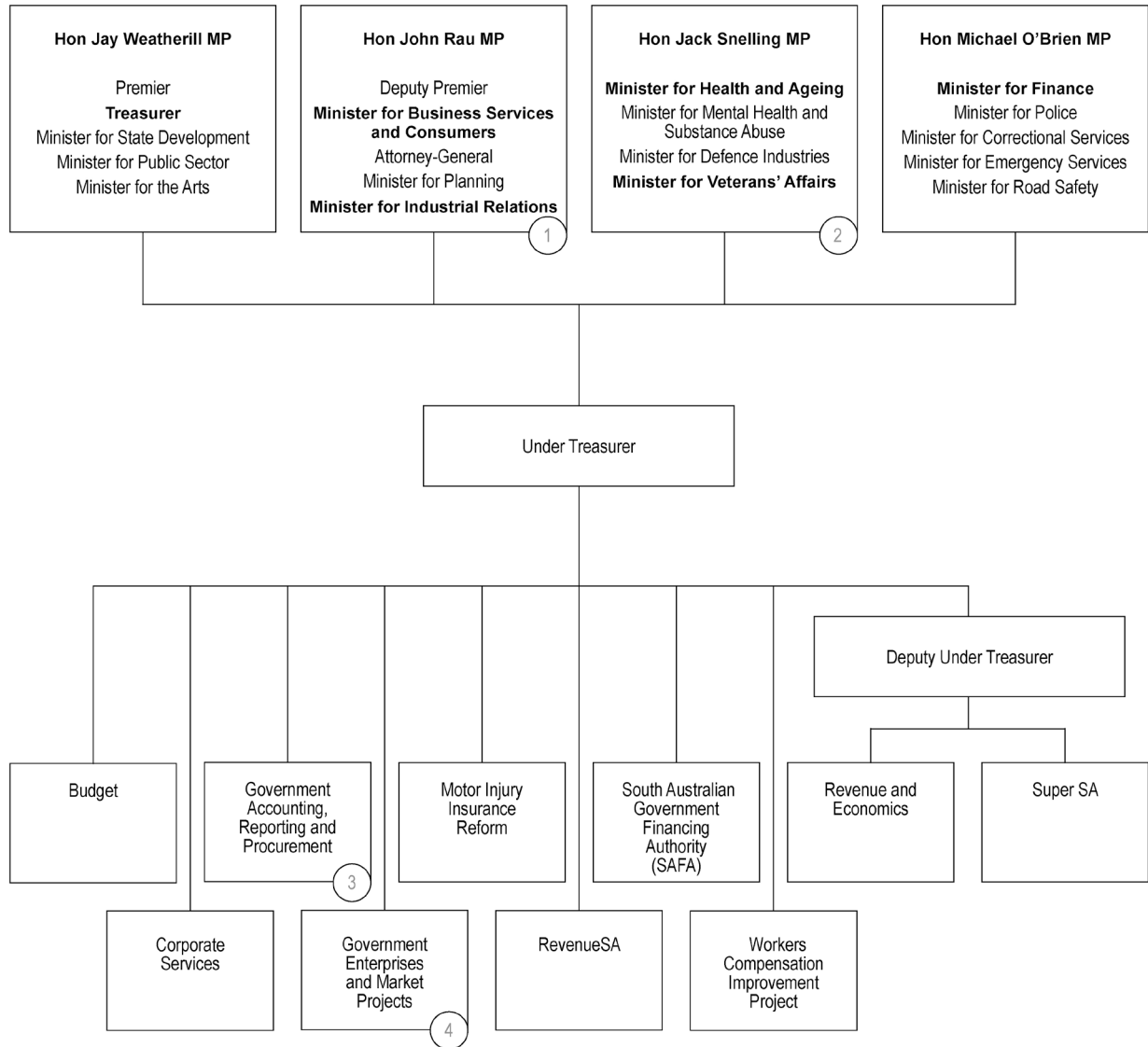
Our people

Our people are a diverse and dedicated group with skills in economics, accounting, finance, business services, taxation, insurance, superannuation and management.

Our culture

Our culture is one of high performance and accountability. We set high standards for ourselves, work collaboratively, and accept accountability for what we do. We share efforts and success.

Our structure



- 1 Review of Workers Compensation and Rehabilitation and Gambling Policy
- 2 Compulsary Third Party Reform
- 3 Procurement reports to the Deputy Under Treasurer
- 4 Market Projects reports to the Deputy Under Treasurer

Information correct as at 30 June 2013

Our functions (by branch)

Budget

- Provision of advice on budgetary and financial issues.
- Management of state budget process.
- Monitoring financial performance of government agencies.
- Facilitation of best practice financial management.
- Provision of advice on Public Private Partnerships and other capital program issues.
- Management of the state's Targeted Voluntary Separation Package Scheme.

Corporate Services

- Provision of a range of business support services in the areas of:
 - administration
 - audit and risk management
 - communications
 - electorate services
 - financial services
 - human resources
 - information technology
 - procurement
 - security.

Government Accounting, Reporting and Procurement

- Maintenance of government budget management and reporting systems.
- Management of financial policy, legislation and governance framework.
- Provision of advice on fiscal policy.
- Preparation of budget and actual financial reports.
- Support to the State Procurement Board and specialist procurement advice to agencies.
- Management of whole of government banking arrangements.

Government Enterprises and Market Projects

- Provision of high quality, timely, strategic advice regarding the performance of Government Business Enterprises (GBEs).
- Monitoring the financial performance of GBEs.
- Undertake scoping studies and develop and implement strategies to realise the value of selected state assets and contribute to the government's debt reduction program.
- Providing a range of project related support and advice to other areas of DTF.

Motor Injury Insurance Reform

- Establish the new Lifetime Support Scheme, and the related levy, to provide for the lifetime treatment, care and support of people who are very seriously injured in motor vehicle accidents in South Australia, from 1 July 2014.
- Establish the Lifetime Support Authority to administer the Lifetime Support Scheme.
- Support and monitor the implementation of the reforms to South Australia's Compulsory Third Party (CTP) insurance scheme.
- Finalise the regulatory regime for the implementation of the tort law reforms for CTP insurance.

Revenue and Economics

- Provision of policy advice on a range of issues, including:
 - revenue forecasts and revenue policy matters
 - Commonwealth–state relations
 - economic and regulatory policy
 - economic conditions and forecasting
 - gambling and not-for-profit reform.

RevenueSA

- Management of state taxation legislation.
- Management of state revenue systems.
- Management of compliance programs.
- Provision of policy advice on taxation issues.
- Management of various grants, rebates and subsidy schemes.

South Australian Government Financing Authority

- Management of funding requirements and existing stock of government liabilities.
- Provision of financial risk management and advisory services.
- Management of the insurance and reinsurance of government risks.
- Provision of advice on insurance and risk management issues.
- Management of government light commercial and passenger vehicle fleet.

Super SA

- Management of public sector superannuation schemes.
- Provision of advice on superannuation policy.

Workers Compensation Improvement Project

- Provision of high-quality, strategic advice on operational and legislative reform of workers' compensation in South Australia.

Programs

Program 1: Gambling policy

Treasury and Finance provides policy advice to the government on economic, social and regulatory issues associated with gambling.

2012–13 Achievements

Gambling policy

- Prepared policy and developed reform measures for the gaming sector, resulting in the Statutes Amendment (Gambling Reform) Bill 2013. This will deliver a consistent and holistic approach to responsible gambling environments across the casino, clubs and hotels as well as a number of improvements to existing gambling regulations, including reductions in red tape.
- Provided secretariat support to the Casino Taskforce while negotiating variations to the Approved Licensing Agreement and Casino Duty Agreement, as part of providing advice to the government on the long-term operating arrangements for the Adelaide Casino beyond the exclusivity period, which expires on 30 June 2015.
- Coordinated the development of reforms that reduce the administrative burden on charities fundraising in South Australia that align with the Commonwealth Government's Australian Charities and Not-for-profits Commission which commenced operation in December 2012.

Program 2: Accountability for public sector resources

Treasury and Finance ensures accountability for public sector resources through providing policy, economic and financial advice to the government and coordinating resource allocations for government programs and priorities at the whole of government level.

Sub-program 2.1	Policy analysis and advice Provision of policy advice on a range of issues including state revenue, Commonwealth-state relations, Council of Australian Governments (COAG) matters, economic analysis, National Competition Policy, microeconomic policy and economic conditions.
Sub-program 2.2	Budget financial management Management of the state budget process; provision of policy advice to government on whole of government budgetary and financial issues including financial risk management; monitoring and reporting of financial performance; provision of advice to government on its consolidated financial position, on budgetary and structural reform and facilitation of best practice financial management reforms.

2012–13 Achievements

Sub-program 2.1 Policy analysis and advice

- Provided advice to the Treasurer on a range of revenue related issues, including the introduction of the payroll tax concession for small business and the introduction of the Housing Construction Grant.
- Provided advice and input on a range of national reform issues including submissions to the GST Distribution Review and positions on review recommendations.
- Continued to identify major policy issues and provide strategic analysis and advice on policy issues relating to government business enterprises.
- Provided advice to the Treasurer on water and sewerage charges and the economic regulation framework of the water industry in South Australia.
- Supported the delivery of initiatives under the Government of South Australia's An Affordable Place to Live strategic priority, including the coordination of a community consultation exercise.
- Provided advice and analysis on National Partnerships including the impacts of the National Disability Insurance Scheme and national schools funding reform on South Australia.

Sub-program 2.2 Budget financial management

- Prepared and produced the 2012–13 Mid-Year Budget Review and the 2013–14 State Budget.
- Prepared the 2011–12 Consolidated Financial Statements and Final Budget Outcome.
- Completed procurement for whole of government banking arrangements and commenced transition to new provider.
- Identified further improvements to governance arrangements, financial management and reporting policy for public non-financial corporations and public financial corporations.
- Undertook a comprehensive review of Treasurer's Instruction 17 and associated Guidelines for the Evaluation of Public Sector Initiatives, in order to strengthen the governance arrangements and procedures for the development and assessment of capital proposals for the Government of South Australia's investment program.
- Drafted and implemented a comprehensive Abatement Policy in relation to public private partnerships (PPP) projects and progressed an amendment to the Treasurer's Instruction 28 Financial Management Compliance Program to underpin the policy.
- Contributed to the Government of South Australia's debt reduction program and strengthened our state's finances for the benefit of all South Australians by successfully completing two major transactions during 2012–13:

-
- the forward sale of the state's Green Triangle forest plantations
 - appointment of Tatts Lotteries SA Pty Ltd as SA Lotteries' master agent.
 - Completed a number of sales and undertook preliminary work in preparing other properties for sale.

Program 3: Treasury services

Management of the government's financial assets and liabilities and provision of certainty of funding to the state.

2012–13 Achievements

Treasury services

- Met all the debt financing demands of the state and its instrumentalities through the issue of long-term Select Line securities issued in Australia and through short-term domestic and offshore funding facilities.
- Provided financial risk management and advisory services to government agencies.

Program 4: Support services

Treasury and Finance provides vehicles for ministers, Leader of the Opposition, members of parliament and VIPs and supports the Treasurer's Office and Veterans SA.

Sub-program 4.1	Vehicles for ministers, Leader of the Opposition, MPs and VIPs Provision of a motor vehicle service to ministers, Leader of the Opposition and VIP dignitaries on official state government business, together with the provision of parliamentary remuneration vehicles to members of parliament.
Sub-program 4.2	Ministerial Support Services — Treasurer Operation of the Treasurer's Office.
Sub-program 4.3	Veterans SA Veterans' Affairs (Veterans SA) provides assistance to our ex-servicemen and women and those who support them by providing a central contact point for information about the state government's services to veterans across departments, including health, transport, disability and mental health. Veterans SA provides administrative support to the Veterans' Advisory Council to ensure veterans receive a voice at the highest levels of government and helps to raise public awareness about the sacrifices made by South Australia's veterans.

2012–13 Achievements

Sub-program 4.1

Vehicles for ministers, Leader of the Opposition, MPs and VIPs

- Introduced Fringe Benefit Tax (FBT) log books across all vehicles in the Ministerial Fleet, which achieved reductions in FBT liability and savings for the Government of South Australia.

Sub-program 4.2

Ministerial Support Services — Treasurer

- Provided support services to the Treasurer's Office until it was transferred to the Department of the Premier and Cabinet, effective from 21 January 2013.

Sub-program 4.3

Veterans SA

- Represented South Australia in discussions with the Commonwealth Government on how the Anzac Centenary will be commemorated.
- Assisted in the planning and fundraising for the Aboriginal and Torres Strait Islander War Memorial.
- Made a submission to the Commonwealth Government's Joint Standing Committee on Foreign Affairs, Defence and Trade Inquiry into the Care of Australian Defence Force Personnel Wounded and Injured on Operations about the taxation treatment of wounded soldiers.
- Partnered with the Government of South Australia's agencies to ensure the permanent retention of the Women's Memorial Playing Fields, St Marys.

Program 5: Financial services provision

Treasury and Finance provides a range of whole of government services including asset and liability management, collection of taxes, insurance, superannuation and fleet administration.

Sub-program 5.1	Revenue collection and management Management of taxation legislation, revenue systems and compliance programs to enable the government to raise revenue using its taxation powers and the provision of policy advice on taxation issues. Management of various grants and subsidy schemes for the government.
Sub-program 5.2	Insurance services and Fleet SA Provision of insurance cover to government agencies through the insurance and reinsurance of government risks; provision of advice to the government on issues relating to the insurance and management of those risks; provision of fleet management services to government agencies.
Sub-program 5.3	Superannuation services Administration of the various public sector superannuation schemes for the Superannuation Board, as well as the superannuation arrangements for parliamentarians, judges and governors; provision of superannuation policy and legislative advice to the Superannuation Board, the Under Treasurer, the Minister for Finance and the Treasurer.
Sub-program 5.4	Procurement policy and governance Support the State Procurement Board in the delivery of its key objectives and in setting the strategic direction of procurement operations across government, focusing on policy and guidelines development, capability development, and facilitating procurement across government.
Sub-program 5.5	Ministerial support services — Minister for Finance Operation of the Minister for Finance's Office.

2012–13 Achievements

Sub-program 5.1 Revenue collection and management

- Successfully completed a full cycle of payroll tax business functionality in Release 1 RISTEC.
- Implemented the Housing Construction Grant and changes to the First Home Owner and First Home Bonus Grants.
- Implemented the stamp duty off-the-plan apartment concession, announced in the 2012–13 State Budget, replacing the stamp duty Inner City Rebate.
- Collected approximately \$81 million revenue as a result of compliance targeting activities — this included a single high value recovery of \$9.6 million.

Sub-program 5.2 Insurance services and Fleet SA

- Successfully negotiated new building indemnity insurance arrangements until June 2014, while alternative longer-term arrangements for the Government of South Australia are considered, given the withdrawal of the major building insurers from the market.
- Successfully decreased fleet of motor vehicles by 3 per cent.
- Implemented an across government fleet management and vehicle disposal model. This culminated in fleet management services being transferred to LeasePlan Australia Ltd effective 1 December 2012 and vehicle disposal services being transferred to Pickles Auctions Pty Ltd effective 10 October 2012. These measures will generate savings through greater operational efficiencies and lower costs.

Sub-program 5.3
Superannuation services

- Continued to offer high quality, cost-effective pre- and post-retirement products to South Australian public servants and their families.
- Launched a new taxed accumulation fund — Super SA Select. Super SA Select was established so that South Australian public servants earning less than \$37 000 can access the Commonwealth Government's new superannuation benefit — Low Income Super Contribution — which only applies to members of taxed super funds. At 30 June 2013, Super SA Select had 166 members, with its funds under management approaching \$1 million.
- Delivered two streams of insurance-related work following on from the recommendations of the 2011–12 Strategic Review on Insurance Services.
 - The first stream focussed on immediate business improvements for the Claims Management Unit.
 - The second stream defined Super SA's Insurance Strategy and possible future business delivery model, compliant with the constraints of the Commonwealth Government's Stronger Super Reforms.
- Procured a 'next generation' ICT platform with an integrated suite of functionality across customer, transactions and products. This was a direction from the Super SA Strategic Directions Review undertaken in 2011–12.

Sub-program 5.4
Procurement policy and governance

- Conducted an effectiveness review of the capability development program.
- Implemented the revised three year compliance program — four agencies were reviewed as at 30 June 2013.
- Established a new agency accreditation program for implementation in 2013–14.

Sub-program 5.5
Ministerial support services — Minister for Finance

- The department provided support services to the office of the Minister for Finance.

Financial performance

Financial overview

The department's revised operating budget provided for a net operating deficit of \$2.331 million. The department recorded an actual net operating surplus of \$6.424 million for 2012–13. The favourable variance of \$8.755 million is primarily due to delays in several projects resulting in under expenditure of

\$4.689 million for which the department has applied for carryovers into 2013–14, a number of vacancies across the department, lower than budgeted depreciation expense and a final dividend from the winding up of RESI Corporation.

Summary Income Statement

	Budget 2012–13 \$'000	Actual Result 2012–13 \$'000	Variance \$'000
Expenses	132 232	124 679	7 553
Revenues	45 523	46 540	1 017
Net cost of providing services	-86 709	-78 139	8 570
Revenues from Government of South Australia	84 378	84 563	185
Net result	-2 331	6 424	8 755

Departmental programs

	Expenses \$'000	Income \$'000	Revenues from Government of South Australia \$'000	Net result \$'000
Gambling policy	401	29	—	-372
Accountability for public sector resources	40 079	2 698	—	-37 381
Treasury services	2 930	6 444	—	3 514
Support services	8 688	1 209	—	-7 479
Financial services provision	71 217	35 360	—	-35 857
Motor injury insurance (CTP) reform ^(a)	1 130	622	—	-508
Workers compensation improvement ^(a)	234	178	—	-56
Program totals	124 679	46 540	—	-78 139
Revenues from Government of South Australia	—	—	84 563	—
Total	124 679	46 540	84 563	6 424

(a) The motor injury insurance (CTP) reform program and the workers compensation improvement program were established in the second half of 2012–13 and have been separately listed to show the expenses and income for completeness. Both projects were formally established as departmental programs in 2013–14.

Trends

The following table shows the trends in key performance measures of the department over the last three years.

Key performance measures

	2012–13	2011–12	2010–11
Net cost of providing services	\$78 139 000	\$82 898 000	\$75 552 000
Revenues from government as total source of funding	64.50%	43.75%	36.59%
Average employee cost	\$88 000	\$91 000	\$85 000
Operating expenses per employee	\$169 000	\$143 000	\$141 000
Consultants as percentage of operating expenses	12.5%	2.3%	0.7%
Cash balance	\$21 600 000	\$19 751 000	\$50 879 000
Net assets	\$23 841 000	\$17 417 000	\$56 868 000
Increase/-decrease in net assets	\$6 424 000	-\$39 451 000	\$1 770 000
Current assets/current liabilities	2.3	2.0	3.74
Creditors paid within 30 days	98.5%	92.0%	88.0%

The net cost of providing services decreased from the previous year due to a once-off final dividend from the winding up of RESI Corporation (\$4.690 million) received by the department in 2012–13. This dividend will be paid into consolidated revenue in 2013–14.

Revenues from government as a percentage of total source of funding increased due to a reduction in the department's revenue base from the transfer of Shared Services SA (SSSA) to the Department of the Premier and Cabinet from 1 February 2012. In 2011–12 the department's total revenue of \$89.412 million included revenue of \$43.020 million from SSSA operations.

The average employee cost for 2011–12 was slightly higher due to a change in the calculation of long service leave liabilities which resulted in the additional long service leave expense of \$3.4 million being brought to account. If the effects of this change in long service leave were excluded, the average employee cost for 2011–12 would be \$86 000. For 2012–13, an actuarial assessment was used to calculate the long service liabilities rather than using the short hand measurement technique adopted in previous years. The yield on long-term Commonwealth Government bonds was used as the discount rate in the measurement of long service leave liabilities and for 2012–13 the yield increased from 3 per cent to 3.75 per cent. The increase in the bond yield has had the impact of reducing the reported long service leave liabilities for 2012–13 which has led to a reduction in the average employee cost.

The operating expenses per employee increased in 2012–13 due to additional expenditure for the government's licensing and asset divestment program. Specific funding of \$18.5 million was allocated to the department to support the forward sale of the state's Green Triangle forest plantations and the appointment of Tatts Lotteries SA Pty Ltd as the exclusive master agent to operate SA Lotteries' brands and products for a term of 40 years. The impact of this additional expenditure on the operating expenses per employee is approximately \$25 000 per employee. If the effects of this once-off expenditure are excluded, the operating costs per employee reduces to \$144 000.

Consultants as a percentage of operating expenses increased due to additional expenditure in 2012–13 in relation to the government's licensing and asset divestment program. Consultant expenditure increased from \$4.507 million in 2011–12 to \$15.61 million in 2012–13.

The increase in net assets is primarily due to an increase in the department's current receivables which relates to outstanding charges under service level agreements for the quarter ending 30 June 2013, an increase in the value of the department's intangible assets due to the capitalisation of expenditure for the RISTEC project, and a decrease in long service leave liabilities.

Certification of the Financial Statements

We certify that the attached general purpose financial statements for the Department of Treasury and Finance:

- comply with relevant Treasurer's instructions issued under section 41 of the Public Finance and Audit Act 1987, and relevant Australian accounting standards;
 - are in accordance with the accounts and records of the department; and
 - present a true and fair view of the financial position of the Department of Treasury and Finance as at 30 June 2013 and the results of its operations and cash flows for the financial year.
-
- We certify that the Internal controls employed by the Department of Treasury and Finance for the financial year over its financial reporting and its preparation of the general purpose financial statements have been effective throughout the reporting period.



Brett Rowse
UNDER TREASURER
20 September 2013



Paul Williams
DIRECTOR, FINANCIAL SERVICES
20 September 2013



Statement of Comprehensive Income for the year ended 30 June 2013

	Note	2013 \$'000	2012 \$'000
EXPENSES			
Employee benefit expenses	5	69 449	106 527
Supplies and services	6	53 577	62 696
Depreciation and amortisation expense	7	1 608	3 021
Other expenses	8	45	66
Total expenses		124 679	172 310
INCOME			
Revenues from fees and charges	10	40 782	88 221
Interest revenues	11	27	778
Net gain from disposal of non-current assets	12	—	8
Other income	13	5 731	405
Total income		46 540	89 412
NET COST OF PROVIDING SERVICES		(78 139)	(82 898)
REVENUES FROM SA GOVERNMENT			
Revenues from SA Government	14	84 563	69 569
Total Revenues from SA Government		84 563	69 569
NET RESULT		6 424	(13 329)
TOTAL COMPREHENSIVE RESULT		6 424	(13 329)

THE NET RESULT AND TOTAL COMPREHENSIVE RESULT ARE ATTRIBUTABLE TO THE SA GOVERNMENT AS OWNER.

The above Statement should be read in conjunction with the accompanying notes.

Statement of Financial Position as at 30 June 2013

	Note	2013 \$'000	2012 \$'000
CURRENT ASSETS			
Cash and cash equivalents	15	21 600	19 751
Receivables	16	5 100	3 162
Total Current Assets		26 700	22 913
NON-CURRENT ASSETS			
Receivables	16	67	36
Property, plant and equipment	17	1 033	1 422
Intangible assets	18	24 040	21 821
Total Non-Current Assets		25 140	23 279
TOTAL ASSETS		51 840	46 192
CURRENT LIABILITIES			
Payables	19	4 348	4 236
Employee benefits	20	6 939	6 845
Provisions	21	292	295
Other liabilities	22	—	49
Total Current Liabilities		11 579	11 425
NON-CURRENT LIABILITIES			
Payables	19	1 311	1 397
Employee benefits	20	14 198	15 065
Provisions	21	911	888
Total Non-Current Liabilities		16 420	17 350
TOTAL LIABILITIES		27 999	28 775
NET ASSETS		23 841	17 417
EQUITY			
Contributed capital	23	547	547
Retained earnings	23	23 294	16 870
TOTAL EQUITY		23 841	17 417
THE TOTAL EQUITY IS ATTRIBUTABLE TO THE SA GOVERNMENT AS OWNER.			
Unrecognised Contractual Commitments	24		
Contingent Assets and Liabilities	25		

The above Statement should be read in conjunction with the accompanying notes.

Statement of Changes in Equity for the year ended 30 June 2013

	Note	Contributed capital	Asset revaluation surplus	Retained earnings	Total Equity
		\$'000	\$'000	\$'000	\$'000
Balance at 30 June 2011		547	108	56 213	56 868
Net result for 2011-12		—	—	(13 329)	(13 329)
Total comprehensive result for 2011-12		—	—	(13 329)	(13 329)
Transactions with SA Government as owner					
Asset revaluation surplus taken to equity (Transfer between equity components)		—	(108)	108	—
Net assets transferred as a result of an administrative restructure	29	—	—	(26 122)	(26 122)
Balance at 30 June 2012	23	547	—	16 870	17 417
Net result for 2012-13		—	—	6 424	6 424
Total comprehensive result for 2012-13		—	—	6 424	6 424
Balance at 30 June 2013	23	547	—	23 294	23 841

ALL CHANGES IN EQUITY ARE ATTRIBUTABLE TO THE SA GOVERNMENT AS OWNER.

The above Statement should be read in conjunction with the accompanying notes.

Statement of Cash Flows for the year ended 30 June 2013

	Note	2013 \$'000	2012 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Outflows			
Employee benefit payments		(69 993)	(103 209)
Payments for supplies and services		(53 820)	(58 710)
GST payments on purchases		(5 826)	(11 318)
GST remitted to Australian Taxation Office		(40 476)	(11 865)
Payments for paid parental leave scheme		(152)	(126)
Other payments		(112)	—
Cash used in operations		(170 379)	(185 228)
Cash Inflows			
Fees and charges		38 676	86 889
Interest received		27	697
GST receipts on receivables		40 668	12 202
GST recovered from Australian Taxation Office		5 837	11 418
Other Receipts		5 731	405
Receipts for Paid Parental Leave		164	136
Cash generated from operations		91 103	111 747
Cash Flows from SA Government			
Receipts from SA Government		84 563	69 569
Cash generated from SA Government		84 563	69 569
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	27(b)	5 287	(3 912)
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash Outflows			
Purchase of property, plant and equipment		(174)	(299)
Purchase of intangible assets		(3 264)	(5 164)
Cash used in investing activities		(3 438)	(5 463)
Cash Inflows			
Proceeds from sale of property, plant and equipment	12	—	23
Cash generated from investing activities		—	23
NET CASH (USED IN) INVESTING ACTIVITIES		(3 438)	(5 440)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash Outflows			
Cash transferred as a result of restructuring activities	29	—	(21 776)
Cash used in financing activities		—	(21 776)
NET CASH (USED IN) FINANCING ACTIVITIES		—	(21 776)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		1 849	(31 128)
Cash and cash equivalents at the beginning of the period		19 751	50 879
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	27(a)	21 600	19 751

The above Statement should be read in conjunction with the accompanying notes.

Department of Treasury and Finance

The allocations to programs are indicative and are based on broad costing methodologies.

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**Disaggregated Disclosure
Expenses and Income
for the year ended 30 June 2013**

	CTP Reform Project		Workcover Improvement Project		Shared Services*		General / Not Attributable		Activity Total	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES										
Employee benefit expenses	822	—	137	—	—	37 290	—	—	69 449	106 527
Supplies and services	302	—	96	—	—	21 153	—	—	53 577	62 696
Depreciation and amortisation expense	5	—	1	—	—	1 536	—	—	1 608	3 021
Other expenses	1	—	—	—	—	31	—	—	45	66
Total Expenses	1 130	—	234	—	—	60 010	—	—	124 679	172 310
INCOME										
Revenues from fees and charges	556	—	159	—	—	44 088	—	—	40 782	88 221
Interest revenues	—	—	—	—	—	729	—	—	27	778
Net gain / (loss) from disposal of non-current assets	—	—	—	—	—	3	—	—	—	8
Other Income	66	—	19	—	—	75	—	—	5 731	405
Total Income	622	—	178	—	—	44 895	—	—	46 540	89 412
NET COST OF PROVIDING SERVICES	(508)	—	(56)	—	—	(15 115)	—	—	(78 139)	(82 898)
REVENUES FROM / PAYMENT TO SA GOVERNMENT										
Revenues from SA Government	—	—	—	—	—	—	84 563	69 569	84 563	69 569
NET RESULT	(508)	—	(56)	—	—	(15 115)	84 563	69 569	6 424	(13 329)

The allocations to programs are indicative and are based on broad costing methodologies.

* Shared Services SA transferred to the Department of the Premier and Cabinet on 1/02/2012

Disaggregated Disclosure Assets and Liabilities as at 30 June 2013

	Gambling Policy		Accountability for Public Sector Resources		Treasury Services		Support Services		Financial Services Provision	
	Activity 1		Activity 2		Activity 3		Activity 4		Activity 5	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets										
Cash and cash equivalents	—	—	—	—	—	—	—	—	—	—
Receivables	—	—	38	33	—	17	338	59	3 157	1 774
Property, plant and equipment	—	—	53	74	20	2	—	—	552	813
Intangible assets	—	—	—	—	—	3	—	—	23 873	21 559
Total Assets	—	—	91	107	20	22	338	59	27 582	24 146
Liabilities										
Payables	13	11	1 034	1 611	179	269	233	480	2 180	2 538
Employee benefits	110	105	5 185	4 972	513	1 558	1 749	1 927	13 288	13 348
Provisions	1	—	514	251	28	54	65	85	586	793
Other liabilities	—	—	—	—	—	—	—	—	—	—
Total Liabilities	124	116	6 733	6 834	720	1 881	2 047	2 492	16 054	16 679
Net Assets	(124)	(116)	(6 642)	(6 727)	(700)	(1 859)	(1 709)	(2 433)	11 528	7 467

* Shared Services SA transferred to the Department of the Premier and Cabinet on 1/02/2012.

**Disaggregated Disclosure
Assets and Liabilities
as at 30 June 2013**

	CTP Reform Project		Workcover Improvement Project		Shared Services (to 31/1/12 Only)*		General / Not Attributable		Activity Total	
	Activity 6		Activity 7		Activity 8		2013	2012	2013	2012
	2013	2012	2013	2012	2013	2012	\$'000	\$'000	\$'000	\$'000
Assets										
Cash and cash equivalents	—	—	—	—	—	—	21 600	19 751	21 600	19 751
Receivables	147	—	74	—	—	—	1 413	1 315	5 167	3 198
Property, plant and equipment	—	—	—	—	—	—	408	533	1 033	1 422
Intangible assets	—	—	—	—	—	—	167	259	24 040	21 821
Total Assets	147	—	74	—	—	—	23 588	21 858	51 840	46 192
Liabilities										
Payables	40	—	38	—	—	—	1 942	724	5 659	5 633
Employee benefits	250	—	42	—	—	—	—	—	21 137	21 910
Provisions	7	—	2	—	—	—	—	—	1 203	1 183
Other liabilities	—	—	—	—	—	—	—	49	—	49
Total Liabilities	297	—	82	—	—	—	1 942	773	27 999	28 775
Net Assets	(150)	—	(8)	—	—	—	21 646	21 085	23 841	17 417

* Shared Services SA transferred to the Department of the Premier and Cabinet on 1/02/2012.

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Notes to and forming part of the Financial Statements

1 Objectives of the Department of Treasury and Finance (Department).

The Department administers a range of programs and services in support of the government's seven strategic priorities and South Australia's Strategic Plan.

Sound budgeting and strong state finances underpin all of the government's goals for the long-term future of the State.

Within this context, the department's objectives are:

- Strong State finances
- Effective budget and financial management processes
- Efficient and responsive services
- Effective economic, social and regulatory policy

To achieve these objectives, the Department undertakes a number of activities for the Government. The activity information is summarised in Note 4.

2 Summary of Significant Accounting Policies

2.1 Statement of Compliance

The Department has prepared these financial statements in compliance with section 23 of the *Public Finance and Audit Act 1987*.

The financial statements are general purpose financial statements. The accounts have been prepared in accordance with relevant Australian Accounting Standards and comply with Treasurer's Instructions and Accounting Policy Statements promulgated under the provision of the *Public Finance and Audit Act 1987*.

The Department has applied Australian Accounting Standards that are applicable to not-for-profit entities, as the Department is a not-for-profit entity.

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective, have not been adopted by the Department for the period ending 30 June 2013. Refer to Note 3.

Basis of Preparation

The preparation of the financial statements requires:

- the use of certain accounting estimates and requires management to exercise its judgement in the process of applying the Department's accounting policies. The areas involving a higher degree of judgement or where assumptions and estimates are significant to the financial statements, are outlined in the applicable notes;
- accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events are reported; and
- compliance with Accounting Policy Statements issued pursuant to section 41 of the *Public Finance and Audit Act 1987*. In the interest of public accountability and transparency the accounting policy statements require the following note disclosures, which have been included in this financial report:
 - a) revenues, expenses, financial assets and liabilities where the counterparty/transaction is with an entity within the SA Government as at reporting date, classified according to their nature.
 - b) expenses incurred as a result of engaging consultants (as reported in the Statement of Comprehensive Income);
 - c) employee targeted voluntary separation package information;
 - d) employees whose normal remuneration is equal to or greater than the base executive remuneration level (within \$10 000 bandwidths) and the aggregate of the remuneration paid or payable or otherwise made available, directly or indirectly by the entity to those employees; and
 - e) board/committee member and remuneration information, where a board/committee member is entitled to receive income from membership other than a direct out-of-pocket reimbursement.

The Department's Statement of Comprehensive Income, Statement of Financial Position and Statement of Changes in Equity have been prepared on an accrual basis and are in accordance with the historical cost convention, except for certain assets that were valued in accordance with the valuation policy applicable.

The Statement of Cash Flows has been prepared on a cash basis.

The financial statements have been prepared based on a twelve month period and presented in Australian currency.

The accounting policies set out below have been applied in preparing the financial statements for the year ended 30 June 2013 and the comparative information presented.

2.2 Reporting Entity

The Department is a Government Department of the State of South Australia, established pursuant to the *Public Sector Act 2009*. The Department is an administrative unit acting on behalf of the Crown.

The financial statements and accompanying notes include all the controlled activities of the Department. Transactions and balances relating to administered resources are not recognised as departmental income, expenses, assets or liabilities. As administered items are significant in relation to the Department's overall financial performance and position, they are disclosed in the administered financial statements at the back of the controlled general purpose financial statements. Except as otherwise disclosed, administered items are accounted for on the same basis and using the same accounting policies as for departmental items.

2.3 Transferred functions

In 2012-13 certain assets and liabilities of Forestry SA were transferred to the Treasurer effective 17 October 2012 (refer to note 61).

2.4 Comparative Information

The presentation and classification of items in the financial statements are consistent with prior periods except where specific accounting standards and accounting policy statements have required a change.

Where presentation or classification of items in the financial statements have been amended, comparative figures have been adjusted to conform to changes in presentation or classification in these financial statements unless impracticable.

The restated comparative amounts do not replace the original financial report for the preceding period.

2.5 Rounding

All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000).

2.6 Taxation

The Department is not subject to income tax. The Department is liable for payroll tax, fringe benefits tax and goods and services tax (GST).

Income, expenses and assets are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods or services is not recoverable from the Australian Taxation Office, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item applicable; and
- receivables and creditors are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as part of receivables or payables in the Statement of Financial Position.

The GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the Australian Taxation Office is classified as part of operating cash flows.

Unrecognised contractual commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to the Australian Taxation Office. If GST is not payable to, or recoverable from the Australian Taxation Office, the commitments and contingencies are disclosed on a gross basis.

2.7 Events after the end of the reporting period

Adjustments are made to amounts recognised in the financial statements, where an event occurs after 30 June and before the date the financial statements are authorised for issue, where those events provides information about conditions that existed at 30 June.

Note disclosure is made about events between 30 June and the date the financial statements are authorised for issue with the events relate to a condition which arose after 30 June and which may have material impact on the results subsequent years.

2.8 Income

Income is recognised to the extent that it is probable that the flow of economic benefits to the Department will occur and can be reliably measured.

Income has been aggregated according to its nature and has not been offset unless required or permitted by a specific accounting standard, or where offsetting reflects the substance of the transaction or other event.

The following are specific recognition criteria:

Fees and charges

Revenues from fees and charges are derived from the provision of goods and services to other SA Government agencies and to the public. This revenue is recognised upon delivery of the service to clients or by reference to the stage of completion.

Contributions received

Contributions are recognised as an asset and income when the Department obtains control of the contributions or obtains the right to receive the contributions and the income recognition criteria are met (i.e. the amount can be reliably measured and the flow of resources is probable).

Generally, the Department has obtained control or the right to receive for:

- Contributions with unconditional stipulations - this will be when the agreement becomes enforceable i.e. the earlier of when the Department has formally been advised that the contribution (e.g. grant application) has been approved; agreement/contract is executed; and/or the contribution is received.
- Contributions with conditional stipulations - this will be when the enforceable stipulations specified in the agreement occur or are satisfied; that is income would be recognised for contributions received or receivable under the agreement.

All contributions received by the Department have been contributions with unconditional stipulations attached and have been recognised as an asset and income upon receipt.

Revenues from SA Government

Appropriations for program funding are recognised as revenues when the Department obtains control over the funding. Control over appropriations is normally obtained upon receipt.

Where money has been appropriated in the form of an equity contribution, the Treasurer has acquired a financial interest in the net assets of the Department and the appropriation is recorded as contributed equity.

Net gain on disposal of non-current assets

Income from the disposal of non-current assets is recognised when the control of the asset has passed to the buyer and is determined by comparing proceeds with carrying amount. When revalued assets are sold, the revaluation surplus is transferred to retained earnings.

Gains on disposal of non-current assets are recognised at the date control of the asset is passed to the buyer and are determined after deducting the cost of the asset from the proceeds at that time.

Taxation

Taxation revenue includes payroll tax, property taxes (land tax, stamp duty and emergency services levy), income tax equivalents and contributions from the Lotteries Commission of South Australia. All taxes are collected on behalf of the State government and recognised on receipt.

Payroll tax is payable pursuant to the *Payroll Tax Act 2009*. A payroll tax liability arises in South Australia when an employer (or a Group of employers) has a wages bill in excess of \$600 000 for services rendered by employees anywhere in Australia if any of those services are rendered or performed in South Australia.

Stamp duty is a charge on certain documents and transactions. Stamp duty is charged at either a flat rate or an ad valorem rate (based on the value of the transaction) depending on the particular document or transaction. Stamp duties apply to a range of transactions including conveyances, mortgages, insurance and rental transactions. Stamp Duties are levied under the authority of the *Stamp Duties Act 1923*, which is supported by the *Stamp Duties Regulations 2002*.

Land tax is charged on land ownership and calculated according to the site value of the land. The land owner is exempt from land tax where the land constitutes the owner's principal place of residence (other exemptions also apply).

The Department also collects the fixed property component of emergency services levy payable under the *Emergency Services Funding Act 1998*.

Income tax equivalents are collected from applicable public authorities or business units in accordance with Treasurer's Instruction 22 'Tax Equivalent Payments'. Tax equivalent payments are calculated and paid on the basis of the Accounting Profits Method at the companies' income tax rate under the Commonwealth's *Income Tax Assessment Act 1997*.

Contributions from the Lotteries Commission of South Australia include distributions to the Hospitals Fund received in accordance with the *State Lotteries Act 1966*.

Commonwealth revenues

Commonwealth revenue disclosed in Note 33 includes GST grants, Specific Purpose Payments and National Partnership Payments received from the Commonwealth pursuant to the Intergovernmental Agreement on Federal Financial Relations (IGAFFR). All Commonwealth revenue is recognised when received.

Dividends

Dividends represent distributions from applicable for-profit government agencies and include returns of accumulated capital. Dividend amounts are approved by the Treasurer prior to reporting date and recognised on receipt. Dividends are passed on to the Consolidated account.

Interest revenues

Interest revenues principally relate to the income received/receivable on the Treasurer's deposit with the South Australian Government Financing Authority. This interest is received/receivable on a quarterly basis at prevailing market rates.

Other revenues

Other revenue recognised in Note 39 mainly represents the receipt of cash from agencies which is passed on to the Consolidated Account in accordance with the government's relevant policy directive. Revenue received in this manner and subsequently transferred to the Consolidated Account includes repayment of capital and advances, return of cash pursuant to the government's cash alignment policy and return of deposit account balances.

2.9 Expenses

Expenses are recognised to the extent that it is probable that the flow of economic benefits from the Department will occur and can be reliably measured.

Expenses have been aggregated according to their nature and have not been offset unless required or permitted by a specific accounting standard, or where offsetting reflects the substance of the transaction or other event.

The following are specific recognition criteria:

Employee benefit expenses

Employee benefit expenses include all costs related to employment including wages and salaries and leave entitlements. These are recognised when incurred.

Employee benefit expenses include expenses associated with the employment of staff assigned to support the activities of the South Australian Government Financing Authority (SAFA) and the South Australian Superannuation Board (Super SA). The Department fully recovers these expenses through Service Level Agreements with SAFA and Super SA.

Superannuation

The amount charged to the Statement of Comprehensive Income represents the contributions made by the Department to the superannuation scheme in respect of current services of current departmental staff. The superannuation liability of the SA Government is recognised in the whole-of-government general purpose financial statements.

Superannuation contributions to various schemes (Administered)

This item represents past service superannuation cash payments to the South Australian Superannuation Fund and Police Superannuation Scheme. This annual contribution is designed to support the government's target of fully funding its unfunded superannuation liabilities by 2034 and is recognised when paid.

Depreciation and amortisation

All non-current assets, having a limited useful life, are systematically depreciated/amortised over their useful lives in a manner that reflects the consumption of their service potential. Amortisation is used in relation to intangible assets such as software, while depreciation is applied to tangible assets such as property, plant and equipment.

Assets' residual values, useful lives and depreciation/amortisation methods are reviewed and adjusted if appropriate, on an annual basis.

Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by change to the time period or method, as appropriate, which is a change in accounting estimate.

The value of fitouts for leased buildings is amortised over the estimated useful life of each improvement, or the unexpired period of the relevant lease, whichever is shorter.

Land and Water Licences are not depreciated.

Depreciation/amortisation is calculated on a straight line basis over the estimated useful life of the following classes of assets as follows:

Class of Asset	Depreciation/Amortisation Method	Useful Life (Years)
Buildings	Straight Line	0 - 39
Land Improvements	Straight Line	3 - 100
Fitouts - leased buildings	Straight Line	Life of lease
Furniture	Straight Line	5 - 10
Information Technology Equipment	Straight Line	3 - 5
Intangibles	Straight Line	3 - 15
Office Equipment	Straight Line	3 - 5
Plant and Equipment	Straight Line	5 - 10

Grants subsidies and transfers

Grants, subsidies and transfers mainly represent the transfer of Commonwealth funding received pursuant to the IGAFRR to relevant government agencies. It also includes the payment of grants and other contributions approved by the Treasurer using appropriation funding provided to the Treasury and Finance administered items account. Grants, subsidies and transfers are recognised when paid.

All contributions paid by the Department have been contributions with unconditional stipulations attached.

Borrowing costs

Borrowing costs include annual interest charges on the Treasurer's borrowings from SAFA and interest paid by the Treasurer on agency deposit and special deposit accounts.

Interest is paid from the Treasury and Finance Administered Items special deposit account using funds appropriated for that purpose. While the Department administers these payments on behalf of the Treasurer, the underlying loan arrangements are administered by SAFA and are therefore not included in the Statement of Administered Financial Position.

Further information on borrowings undertaken by the Treasurer for the SA Government and other government financial assets and liabilities can be found in the SAFA Annual report and the Consolidated Financial Report for the Government of South Australia prepared under AASB 1049.

2.10 Current and non-current classification

Assets and liabilities are characterised as either current or non-current in nature. Assets and liabilities that are sold, consumed or realised as part of the normal operating cycle within twelve months after the reporting date have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

2.11 Assets

Assets have been classified according to their nature and have not been offset unless required or permitted by a specific accounting standard, or where offsetting reflects the substance of the transaction or other event.

Cash and cash equivalents

Cash and cash equivalents in the Statement of Financial Position includes cash at bank and on hand and in other short-term, highly liquid investments with maturities of three months or less that can be readily converted to cash and which are subject to insignificant risk of changes in value.

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above.

Cash is measured at nominal value.

Receivables

Receivables include amounts receivable from goods and services provided, GST input tax credits recoverable, prepayments and other accruals. GST receivables include amounts for Controlled, Administered and Bureau activities.

Receivables arise in the normal course of selling goods and services to other Government agencies and to the public. Receivables are generally receivable within 30 days after the issue of an invoice or the goods/services have been provided under a contractual arrangement.

Collectability of receivables is reviewed on an ongoing basis. An allowance for doubtful debts is raised when there is objective evidence that the Department will not be able to collect the debt. Bad debts are written off when identified.

Other financial assets

The Department measures financial assets and debt at historical cost, except for interest free loans (measured at the present value of expected repayments).

Non-current assets

Acquisition and recognition

Non-current assets are initially recorded at cost or at the value of any assets assumed, plus any incidental costs involved with the acquisition. Non-current assets are subsequently measured at fair value, less accumulated depreciation.

Where assets are acquired at no value, or minimal value, they are recorded at their fair value in the Statement of Financial Position. However, if the assets are acquired at no or nominal value as part of a restructuring of administrative arrangements then the assets are recorded at book value i.e. the amount recorded by the transferor Public Authority immediately prior to the restructure.

All non-current tangible assets with a value of \$10 000 or greater are capitalised.

Revaluation of non-current assets

All non-current tangible assets are valued at written down current cost (a proxy for fair value) and revaluation of non-current assets is only performed when its fair value at the time of acquisition is greater than \$1 million and estimated useful life is greater than three years.

Every three years, the Department revalues its land and buildings over \$1 million. However, if at any time management considers that the carrying amount of an asset materially differs from its fair value, then the asset will be revalued regardless of when the last valuation took place. Non-current tangible assets that are acquired between revaluations are held at cost until the next valuation, where they are revalued to fair value.

Any revaluation increment is credited to the asset revaluation surplus, except to the extent that it reverses a revaluation decrease of the same asset class previously recognised as an expense, in which case the increase is recognised as income.

Any revaluation decrease is recognised as an expense, except to the extent that it offsets a previous revaluation increase for the same asset class, in which case the decrease is debited directly to the asset revaluation surplus to the extent of the credit balance existing in the revaluation surplus for that asset class.

Any accumulated depreciation as at the revaluation date is eliminated against the gross carrying amounts of the assets and the net amounts are restated to the revalued amounts of the asset.

Upon disposal or derecognition, any revaluation surplus relating to that asset is transferred to retained earnings.

Impairment

All non-current tangible and intangible assets are reviewed for indication of impairment through stocktaking processes or at the reporting date. Where there is an indication of impairment, the recoverable amount is estimated. An amount by which the asset's carrying amount exceeds the recoverable amount is recorded as an impairment loss.

For revalued assets an impairment loss is offset against the asset revaluation surplus.

Intangible Assets

An intangible asset is an identifiable non-monetary asset without physical substance. Intangible assets are measured at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses.

The useful lives of intangible assets are assessed to be either finite or indefinite. The Department only has intangible assets with finite lives. The amortisation period and the amortisation method for intangible assets is reviewed on an annual basis.

The acquisition of software or internal development of software is capitalised only when the expenditure meets the definition criteria (identifiability, control and the existence of future economic benefits) and recognition criteria (probability of future economic benefits and cost can be reliably measured) and when the amount of expenditure is greater than or equal to \$10 000.

All research and development costs that do not meet the capitalisation criteria outlined in AASB 138 *Intangible Assets* are expensed.

Subsequent expenditure on intangible assets that includes upgrades or enhancements to existing software systems that result in additional functionality or performance is capitalised. Other expenditure for modifications that merely maintain the existing level of performance or system functionality is expensed.

2.12 Liabilities

Liabilities have been classified according to their nature and have not been offset unless required or permitted by a specific accounting standard, or where offsetting reflects the substance of the transaction or other event.

Payables

Payables include creditors, accrued expenses, GST payable, employment on-costs and Paid Parental Leave Scheme payable. GST payables include amounts for Controlled, Administered and Bureau activities.

Creditors represent the amounts owing for goods and services received prior to the end of the reporting period that are unpaid at the end of the reporting period. Creditors include all unpaid invoices received relating to the normal operations of the Department.

Accrued expenses represent goods and services provided by other parties during the period that are unpaid at the end of the reporting period and where an invoice has not been received.

The paid parental leave scheme payable represents amounts which the Department has received from the Commonwealth Government to forward on to eligible employees via the Department's standard payroll processes. That is, the Department is acting as a conduit through which the payment to eligible employees is made on behalf of the Family Assistance Office.

All payables are measured at their nominal amount, are unsecured and are normally settled within 30 days from the date of the invoice or date the invoice is first received.

Employee benefits on-costs include payroll tax, WorkCover levies and superannuation contributions in respect to outstanding liabilities for salaries and wages, long service leave, annual leave and skills and experience retention leave.

The Department makes contributions to several State Government and externally managed superannuation schemes. These contributions are treated as an expense when they occur. There is no liability for payments to beneficiaries as they have been assumed by the respective superannuation schemes. The only liability outstanding at reporting date relates to any contributions due but not yet paid to the South Australian Superannuation Board.

Leases

The determination of whether an arrangement is or contains a lease is based on the substance of the arrangement. The Department has assessed whether the fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset.

The Department has entered into operating leases.

Finance Leases

Finance leases, which transfer to the Department substantially all the risks and benefits/rewards incidental to ownership of the leased assets, are capitalised at the inception of the lease at the fair value of the leased asset or, if lower, at the present value of the minimum lease payments.

Minimum lease payments are allocated between borrowing costs and reduction of the lease liability, to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability. Lease liabilities are classified as both current and non-current.

Where there is no reasonable assurance that the Department will obtain ownership of the capitalised asset at the end of the lease term, the asset is amortised over the shorter of the lease term and its useful life.

Operating leases

Operating lease payments are recognised as an expense in the Statement of Comprehensive Income on a straight line basis over the lease term. The straight line basis is representative of the pattern of benefits derived from the leased assets.

Employee benefits

These benefits accrue for employees as a result of services provided up to the reporting date that remain unpaid. Long-term employee benefits are measured at present value and short-term employee benefits are measured at nominal amounts.

Salaries, wages, annual leave, skills and experience retention leave and sick leave

The liability for salaries and wages is measured as the amount unpaid at the reporting date at remuneration rates current at reporting date. There were no accrued salaries and wages as at 30 June 2013, as the last pay period ended on Friday 28 June 2013.

The annual leave liability and the skills and experience retention leave liability is expected to be payable within twelve months and is measured at the undiscounted amount expected to be paid. In the unusual event where salary and wages, annual leave and skills and experience retention leave liability are payable later than 12 months, the liability will be measured at present value.

No provision has been made for sick leave as all sick leave is non-vesting and the average sick leave taken in future years by employees is estimated to be less than the annual entitlement for sick leave.

Long service leave

The liability for long service leave is measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method.

The estimated liability for long service leave is based on actuarial assumptions over expected future salary and wage levels, experience of employee departures and periods of service. These assumptions are based on employee data from similar SA Government entities. Expected future payments are discounted using market yields at the end of the reporting period on government bonds with durations that match as closely as possible to the estimated future cash outflows.

This calculation is consistent with the Department's experience of employee retention and leave taken.

The current/non current classification of the Department's long service leave liabilities has been calculated based on historical usage patterns.

Provisions

Provisions are recognised when the Department has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation.

When the Department expects some or all of a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the Statement of Comprehensive Income net of any reimbursement.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the reporting date. If the effect of the time value of money is material, provisions are discounted for the time value of money and the risks specific to the liability.

Workers Compensation

The workers compensation provision is an actuarial estimate of the outstanding liability as at 30 June 2013 provided by a consulting actuary engaged through the Public Sector Workforce Relations Division of the Department of the Premier and Cabinet. The provision is for the estimated cost of ongoing payments to employees as required under current legislation.

The Department is responsible for the payment for workers compensation claims.

2.13 Unrecognised contractual commitments and contingent assets and liabilities

Commitments include those operating, capital and outsourcing commitments arising from contractual or statutory sources and are disclosed at their nominal value.

Contingent assets and contingent liabilities are not recognised in the Statement of Financial Position, but are disclosed by way of a note and, if quantifiable, are measured at nominal value.

Unrecognised contractual commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to the Australian Taxation Office. If GST is not payable to, or recoverable from the Australian Taxation Office, the commitments and contingencies are disclosed on a gross basis.

3 New and revised Accounting Standards and Policies

The Department did not voluntarily change any of its accounting policies during 2012-13.

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective, have not been adopted by the Department for the period ending 30 June 2013. The Department has assessed the impact of the new and amended standards and interpretations and considers there will be no impact on the accounting policies or the financial statements of the Department.

4 Activities of the Department

In achieving its objectives, the Department undertakes the following activities:

Activity 1: Gambling Policy

The Department provides policy advice to the Government on economic, social and regulatory issues associated with gambling.

Activity 2: Accountability for Public Sector Resources

The Department ensures accountability for public sector resources through providing policy, economic and financial advice to the Government and coordinating resource allocations for Government programs and priorities at the whole-of-government level.

Activity 3: Treasury Services

The Department manages the government's financial assets and liabilities and provision of certainty of funding to the State.

Activity 4: Support Services

The Department provides vehicles for Ministers, Leader of the Opposition, members of Parliament and VIPs and supports the Treasurer's Office and Veterans SA.

Activity 5: Financial Services Provision

The Department provides a range of whole of government services including liability management, collection of taxes, insurance, superannuation and fleet administration.

Activity 6: Motor Injury Insurance (CTP) Reform

The Compulsory Third Party (CTP) Reform Governance Group oversees the implementation of reforms to the South Australian CTP Insurance Scheme.

Activity 7: Workers Compensation Improvement

The Department is developing operational and legislative changes to improve the effectiveness and efficiency of Workers' Compensation in South Australia.

Activity 8: Shared Services SA

Design, development, implementation and delivery of shared services across government. Shared Services SA (SSSA) was transferred to the Department of the Premier and Cabinet on 1 February 2012 and is included in the disaggregated disclosures schedules for comparative purposes.

General/not attributable: Certain items of the Department are not allocated to activities.

The Disaggregated Disclosure Schedules present expenses, income, assets and liabilities attributed to each of the activities for the years ended 30 June 2012 and 30 June 2013.

5 Employee benefit expenses

	2013	2012
	\$'000	\$'000
Salaries and wages	49 926	74 335
TVSPs (refer below)	1 193	760
Long service leave	694	6 007
Annual leave	4 647	7 630
Skills and experience retention leave	318	—
Employment on-costs - superannuation	7 225	10 209
Employment on-costs - other	3 090	4 814
Board fees	349	266
Other employee related expenses	2 007	2 506
Total Employee benefit expenses	69 449	106 527

Targeted Voluntary Separation Packages (TVSPs)

	2013	2012
	\$'000	\$'000
Amounts paid to these employees:		
TVSPs	1 193	760
Annual leave and long service leave paid to those employees during the reporting period	479	166
	1 672	926
Recovery from the Department of Treasury and Finance - Administered Items *	766	598
Net cost to Department of Treasury and Finance	906	328

* The recovery amount includes payroll tax, Shared Services administration fees, and payments for employee assistance.

Reimbursement for expenditure incurred by government agencies for payment of Targeted Voluntary Separation Packages is paid in arrears on an acquittal basis, and is recognised as revenue when received. The Department expects to recover a further \$427 000 in 2013-14.

The number of employees who received a TVSP during the reporting period was 13 (7)

Remuneration of employees

	2013	2012
	Number of Employees	Number of Employees
The number of employees whose total remuneration received or receivable falls within the following bands:		
\$134 000 to \$137 999*	NA	—
\$138 000 to \$147 999	7	4
\$148 000 to \$157 999	6	7
\$158 000 to \$167 999	7	7
\$168 000 to \$177 999	6	7
\$178 000 to \$187 999	3	4
\$188 000 to \$197 999	6	—
\$198 000 to \$207 999	3	4
\$208 000 to \$217 999	1	3
\$218 000 to \$227 999	1	2
\$228 000 to \$237 999	1	—
\$238 000 to \$247 999	1	1
\$258 000 to \$267 999	1	4
\$268 000 to \$277 999	3	—
\$278 000 to \$287 999	—	1
\$288 000 to \$297 999	1	—
\$298 000 to \$307 999	—	2
\$308 000 to \$317 999	1	—
\$318 000 to \$327 999	1	—
\$328 000 to \$337 999	—	1
\$398 000 to \$407 999	1	1
\$458 000 to \$467 999	1	—
Total Number of Employees	51	48

* This band has been included for the purposes of reporting comparative figures based on the executive base level remuneration rate for 2011-12.

The table includes all employees who received remuneration equal to or greater than the base executive remuneration level during the year, of which **44** (42) are executive and **7** (6) are non executive staff. Remuneration of employees reflects all costs of employment including salaries and wages, payment in lieu of leave, superannuation contributions, fringe benefits tax and any other salary sacrifice benefits. The total remuneration received by these employees for the year was **\$10 234 000** (\$9 534 000).

6 Supplies and services	2013	2012
	\$'000	\$'000
Accommodation and telecommunication	6 815	12 049
Information technology expenses	6 813	17 083
Motor vehicle expenses	6	15
Minor works, maintenance and equipment	548	794
Legal costs	3 417	2 941
Consultants *	15 610	4 057
Contractors and temporary staff	4 121	10 239
Valuation fees	4 958	4 792
General administration and consumables	6 489	6 335
Other	4 800	4 391
Total Supplies and services	53 577	62 696

Supplies and services provided by entities within the SA Government

Accommodation and telecommunication	6 682	11 884
Information technology expenses	482	2 785
Motor vehicle expenses	—	1
Minor works, maintenance and equipment	373	424
Legal costs	1 146	1 207
Contractors and temporary staff	21	3
Valuation fees	4 958	4 792
General administration and consumables	3 579	2 527
Other	2 742	2 196
Total Supplies and services provided by entities within the SA Government	19 983	25 819

The total supplies and services amount disclosed includes GST amounts not-recoverable from the Australian Taxation Office due to the Department not holding a valid tax invoice or payments relating to third party arrangements.

* The number and dollar amount of consultancies paid/payable (included in supplies and services expense) that fell within the following bands:

	2013	2012	2013	2012
	Number	Number	\$'000	\$'000
Below \$10 000	38	19	117	63
Between \$10 000 and \$50 000	17	15	380	344
Above \$50 000	16	15	15 113	3 650
Total Paid / Payable to the Consultants engaged	71	49	15 610	4 057

7 Depreciation and amortisation expense	2013	2012
	\$'000	\$'000
Depreciation		
Furniture	32	31
Information technology equipment	283	708
Office equipment	56	118
Total Depreciation	371	857
Amortisation		
Intangible assets	1 045	1 654
Building fitouts	192	510
Total Amortisation	1 237	2 164
Total Depreciation and amortisation expense	1 608	3 021

Additional disclosure is made in the asset movement notes 17 and 18.

8 Other expenses	2013	2012
	\$'000	\$'000
Derecognition of assets	—	1
Bad and doubtful debts expenses	45	65
Total Other expenses	45	66

9 Auditor's remuneration	2013	2012
	\$'000	\$'000
Audit Fees paid / payable to the Auditor-General's Department relating to the audit of financial statements.	484	451
Total Audit fees	484	451

No other services were provided by the Auditor-General's Department.

Auditor's remuneration costs are recognised in the Statement of Comprehensive Income and included in the balance of supplies and services (other) – refer Note 6.

10 Revenues from fees and charges	2013	2012
	\$'000	\$'000
Agencies for the provision of corporate services	1 021	2 065
South Australian Government Financing Authority	14 967	14 845
South Australian Superannuation Board	14 960	13 524
Community Emergency Services Fund	5 889	1 612
Land tax certificates	250	259
Regulatory fees	164	52
Shared Services SA	—	40 534
Service provision	2 445	13 885
Fleet management	446	442
Other recoveries	640	1 003
Total Fees and charges	40 782	88 221

Fees and charges received/receivable from entities within the SA Government:

Agencies for the provision of corporate services	1 021	2 065
South Australian Government Financing Authority	14 967	14 845
South Australian Superannuation Board	14 960	13 524
Community Emergency Services Fund	5 889	1 612
Shared Services SA	—	40 534
Service provision	2 445	11 745
Other recoveries	166	350
Total Fees and charges from entities within the SA Government:	39 448	84 675

11 Interest revenues	2013	2012
	\$'000	\$'000
Interest from entities within the SA Government	27	778
Total Interest revenues	27	778

12 Net gain from disposal of non-current assets	2013	2012
	\$'000	\$'000
Office Equipment		
Proceeds from disposal	—	23
less Net book value of assets disposed	—	(15)
Total Net gain from disposal of non-current assets	—	8

13 Other income	2013	2012
	\$'000	\$'000
Commissions	163	165
Banking recoveries	416	95
Other reimbursements	—	19
RESI Residual	4 690	—
Other income	455	126
Recovery of prior year doubtful debts	7	—
Total Other income	5 731	405

Other income received/receivable from entities within the SA Government:

Other reimbursements	—	19
RESI Residual	4 690	—
Other income	389	27
Recovery of prior year doubtful debts	6	—
Total Other income from entities within the SA Government	5 085	46

14 Revenues from SA Government	2013	2012
	\$'000	\$'000
Appropriations from Consolidated Account pursuant to the <i>Appropriation Act</i>	63 672	65 509
Transfers from contingencies	20 891	4 060
Total Revenues from SA Government	84 563	69 569

Appropriation from the Consolidated Account is predominantly in the support of operating activities with \$3 542 000 (\$5 888 000) for the replacement of the Taxation Revenue Management System (RISTEC) and \$1 288 000 (\$550 000) for annual minor capital replacement.

Contingency revenues included \$18 500 000 (\$2 800 000) for the asset divestment program, \$1 310 000 (\$60 000) for the enterprise bargaining supplementation and \$944 000 (\$839 000) for TVSP reimbursements.

15 Cash and cash equivalents	2013	2012
	\$'000	\$'000
Deposits with the Treasurer	21 596	19 747
Cash on hand	4	4
Total Cash and cash equivalents	21 600	19 751

Deposits with the Treasurer

Includes funds held in the Accrual Appropriation Excess Funds Account. The balance of this fund is \$2 276 000 and is not available for general use.

Interest rate risk

Cash on hand is non-interest bearing. The carrying amount of cash approximates net fair value.

16 Receivables	2013	2012
	\$'000	\$'000
Current		
Receivables	3 167	844
Less allowance for doubtful debts	(1)	(68)
Accrued revenues	660	833
Prepayments	1 154	1 230
Net GST receivable from the ATO	120	323
Total Current receivables	5 100	3 162
Non-Current		
Receivables	39	36
Prepayments	28	—
Total Non-Current receivables	67	36
Total Receivables	5 167	3 198
Receivables from SA Government Entities	2013	2012
	\$'000	\$'000
Receivables	1 194	665
Accrued revenues	172	824
Prepayments	—	—
Total Receivables from SA Government Entities	1 366	1 489

Movement in the allowance

The allowance for doubtful debts (allowance for impairment loss) is recognised when there is objective evidence that a receivable is impaired. An allowance for impairment loss has been recognised in 'other expenses' in the Statement of Comprehensive Income for specific debtors and debtors assessed on a collective basis for which such evidence exists.

The following table shows the movements in the allowance for doubtful debts (impairment loss):

	2013 \$'000	2012 \$'000
Carrying amount at the beginning of the period	68	36
Increase in the allowance	—	65
Bad debts written off	(67)	—
Transfer through administrative restructuring	—	(33)
Carrying amount at the end of the period	1	68

Interest rate and credit risk

Receivables are raised for all goods and services provided for which payment has not been received. Receivables are normally settled within 30 days. Receivables and accrued revenues are non-interest bearing.

Other than recognised in the allowance for doubtful debts, it is not anticipated that counterparties will fail to discharge their obligations. The carrying amount of receivables approximates net fair value due to being receivable on demand. There is no concentration of credit risk.

Maturity Analysis of Receivables - refer to Table 28.3 in Note 28.

Categorisation of financial instruments and risk exposure information - refer to Note 28.

17 Property, plant and equipment

	2013 \$'000	2012 \$'000
Building Fitouts		
At cost (deemed fair value)	2,049	1 960
Accumulated amortisation	(1 448)	(1 420)
Total Building Fitouts	601	540
Furniture		
At cost (deemed fair value)	300	300
Accumulated depreciation	(267)	(235)
Total Furniture	33	65
Information Technology Equipment		
At cost (deemed fair value)	1 829	2 124
Accumulated depreciation	(1 467)	(1 585)
Total Information Technology Equipment	362	539
Office Equipment		
At cost (deemed fair value)	528	555
Accumulated depreciation	(491)	(462)
Total Office Equipment	37	93
Work in Progress		
At cost (deemed fair value)	—	185
Total Work in Progress	—	185
Total Property, plant and equipment	1 033	1 422

Impairment

There were no indicators of impairment for Property, Plant and Equipment as at 30 June 2013.

Resources received Free of Charge

There were no resources received free of charge.

Reconciliation of Property, plant and equipment

The following table shows the movement of property, plant and equipment during 2012-13:

	Building Fitouts \$'000	Furniture \$'000
Carrying amount at the beginning of the period	540	65
Additions	—	—
Capital transfers from WIP	253	—
Other movements	—	—
Depreciation and amortisation expense	(192)	(32)
Carrying amount at the end of the period	601	33

	Information Technology Equipment \$'000	Office Equipment \$'000	Work in Progress \$'000	Total 2013 \$'000
Carrying amount at the beginning of the period	539	93	185	1 422
Additions	95	—	92	187
Capital transfers from WIP	—	—	(253)	—
Other movements	11	—	(24)	(13)
Depreciation and amortisation expense	(283)	(56)	—	(563)
Carrying amount at the end of the period	362	37	—	1 033

The following table shows the movement of property, plant and equipment during 2011-12:

	Building Fitouts \$'000	Furniture \$'000
Carrying amount at the beginning of the period	2 007	74
Additions	22	22
Transfer through administrative restructuring	(1 005)	—
Disposal and derecognition of assets	—	—
Capital transfers from WIP	26	—
Depreciation and amortisation expense	(510)	(31)
Carrying amount at the end of the period	540	65

	Information Technology Equipment \$'000	Office Equipment \$'000	Work in Progress \$'000	Total \$'000
Carrying amount at the beginning of the period	2 398	249	726	5 454
Additions	52	43	185	324
Transfer through administrative restructuring	(1 902)	(66)	—	(2 973)
Disposal and derecognition of assets	(1)	(15)	—	(16)
Capital transfers from WIP	700	—	(726)	—
Depreciation and amortisation expense	(708)	(118)	—	(1 367)
Carrying amount at the end of the period	539	93	185	1 422

18 Intangible assets	2013	2012
	\$'000	\$'000
Internally developed computer software		
At cost (deemed fair value)	20 590	20 199
Accumulated amortisation	(10 226)	(9 398)
Total Internally developed computer software	10 364	10 801
Externally acquired software		
At cost (deemed fair value)	2 894	2 894
Accumulated amortisation	(2 829)	(2 612)
Total Externally acquired software	65	282
Work in Progress		
At cost (deemed fair value)	13 611	10 738
Total Work in Progress	13 611	10 738
Total Intangible assets	24 040	21 821

Reconciliation of Intangible assets

The following table shows the movement of intangible assets during 2012-13:

	Internally developed software	Externally acquired software	Work in Progress	Total 2012
	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	10 801	282	10 738	21 821
Additions	289	—	2 975	3 264
Capital transfers from WIP	102	—	(102)	—
Amortisation expense	(828)	(217)	—	(1 045)
Carrying amount at the end of the period	10 364	65	13 611	24 040

Additions mainly relate to acquisitions associated with further development of the Taxation Revenue Management System (RISTEC).

There were no indications of impairment for Intangible Assets as at 30 June 2013.

The following table shows the movement of intangible assets during 2011-12:

	Internally developed software	Externally acquired software	Work in Progress	Total 2012
	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	250	6 603	16 971	23 824
Additions	1 113	68	3 437	4 618
Transfer through administrative restructuring	—	(4 967)	—	(4 967)
Capital transfers from WIP	9 670	—	(9 670)	—
Amortisation expense	(232)	(1 422)	—	(1 654)
Carrying amount at the end of the period	10 801	282	10 738	21 821

19 Payables	2013	2012
	\$'000	\$'000
Current		
Creditors and accrued expenses	3 076	3 290
Employment on-costs	1 250	936
Paid Parental Leave Scheme payable	22	10
Total Current Payables	4 348	4 236
Non-Current		
Employment on-costs	1 311	1 397
Total Non-Current Payables	1 311	1 397
Total Payables	5 659	5 633
	2013	2012
	\$'000	\$'000
Payables to SA Government Entities		
Creditors and Accrued Expenses	2 063	1 320
Employment on-costs	1 104	1 143
Total Payables to SA Government Entities	3 167	2 463

Interest rate and credit risk

Creditors are raised for all amounts billed but unpaid. Creditors are normally settled within 30 days of the invoice date provided the goods and services have been received. Employment on-costs are settled when the respective employee benefit that they relate to is discharged. All payables are non-interest bearing. The carrying amount of payables approximates net fair value due to the amounts being payable on demand. In addition, there is no concentration of credit risk.

Maturity Analysis of Payables - refer to table 28.3 in Note 28.

Categorisation of financial instruments and risk exposure information - refer to Note 28.

20 Employee benefits	2013	2012
	\$'000	\$'000
Current		
Annual leave	4 633	4 720
Long service leave	1 988	2 125
Skills and experience retention leave	318	—
Total Current Employee benefits	6 939	6 845
Non-Current		
Long service leave	14 198	15 065
Total Non-Current Employee benefits	14 198	15 065
Total Employee benefits	21 137	21 910

The actuarial assessment performed by the Department of Treasury and Finance left the salary inflation rate at 4%. As a result, there is no net financial effect resulting from changes in the salary inflation rate.

AASB 119 contains the calculation methodology for long service leave liability. This year, an actuarial assessment performed by the Department of Treasury and Finance was used to calculate the liability rather than using a short hand measurement technique for the calculation of the liability.

AASB 119 requires the use of the yield on long term Commonwealth Government bonds as the discount rate in the measurement of the long service leave liability. The yield on long term Commonwealth Government bonds has increased to 3.75% (2013) from 3.0% (2012).

This increase in the bond yield, which is used as the rate to discount future long service leave cash flows, has had the impact of decreasing the calculation of the reported long service leave liability.

21 Provisions	2013	2012
	\$'000	\$'000
Current		
Provision for workers compensation	<u>292</u>	<u>295</u>
Total Current Provisions	<u>292</u>	<u>295</u>
Non-Current		
Provision for workers compensation	<u>911</u>	<u>888</u>
Total Non-Current Provisions	<u>911</u>	<u>888</u>
Total Provisions	<u><u>1 203</u></u>	<u><u>1 183</u></u>
Reconciliation of Provisions	2013	2012
	\$'000	\$'000
Carrying amount at the beginning of the period	1 183	1 243
Payments/other sacrifices of future economic benefits	(432)	(832)
Additional provisions recognised	452	1 252
Transfer through administrative restructuring	—	(480)
Carrying amount at the end of the period	<u><u>1 203</u></u>	<u><u>1 183</u></u>
A liability has been recognised to reflect unsettled workers compensation claims. The workers compensation provision is based on an actuarial assessment performed by the Public Sector Workforce Relations Division of the Department of the Premier and Cabinet. These claims are expected to be settled within the next financial year.		
22 Other liabilities	2013	2012
	\$'000	\$'000
Current		
Unearned revenue	<u>—</u>	<u>49</u>
Total Other liabilities	<u>—</u>	<u>49</u>
23 Equity	2013	2012
	\$'000	\$'000
Capital contribution	547	547
Retained earnings	23 294	16 870
Total Equity	<u><u>23 841</u></u>	<u><u>17 417</u></u>

24 Unrecognised Contractual Commitments**(a) Remuneration Commitments**

Commitments for the payment of salaries and other remuneration under employment contracts in existence at the reporting date but not recognised as liabilities are payable as follows:

	2013	2012
	\$'000	\$'000
Not later than one year	9 257	8 309
Later than one year but not later than five years	19 553	18 944
Later than five years	194	464
Total Remuneration Commitments	29 004	27 717

Amounts disclosed include commitments arising from executive and other employment contracts. The Department does not offer fixed - term remuneration contracts greater than five years.

(b) Operating Lease Commitments**The Department as Lessee**

At the reporting date, the Department has operating leases for office accommodation and motor vehicles.

Office accommodation is leased from the Department of Planning, Transport and Infrastructure. The leases are non-cancellable with terms ranging up to 6 years with some leases having right of renewal. Rental is payable in arrears.

Motor Vehicles are leased from SAFA through their agent LeasePlan, these leases are non-cancellable with terms of 3-5 years.

Commitments in relation to operating leases contracted for at the reporting date but not recognised as liabilities are payable as follows:

	2013	2012
	\$'000	\$'000
Not later than one year	4 691	5 119
Later than one year but not later than five years	6 958	9 777
Later than five years	239	—
Total Non-Cancellable Operating Lease Commitments	11 888	14 896

(c) Other Commitments

The Department's other commitments are primarily agreements for software licenses and software development.

	2013	2012
	\$'000	\$'000
Not later than one year	4 168	11 066
Later than one year and not later than five years	4 016	3 607
Total Other Commitments	8 184	14 673

25 Contingent Assets and Liabilities

The Department is not aware of any contingent assets or liabilities in relation to the Department's operations. In addition, the Department has made no guarantees.

26 Remuneration of Board and Committee Members

Members that were entitled to receive remuneration for membership during 2012-13 financial year were:

SAFA Advisory Board

Mr Brett Rowse (Presiding Member)*
 Mr Mark Day
 Mr Leonard Foster
 Mr Claude Long
 Ms Yvonne Sneddon
 Ms Juliet Brown
 Ms Anne Westley*
 Mr Garry Goddard (Deputy Member)*
 Mr Peter Mendo (Deputy Member)*

SAFA Audit Committee

Ms Yvonne Sneddon (Chair)
 Mr Leonard Foster
 Mr Peter Mendo*
 Ms Juliet Brown

Playford Capital Board

Mr Ian Kowalick (Chair)
 Mr Marty Gauvin
 Ms Gay Wallace
 Mr Timothy Burfield*
 Ms Amanda Heyworth*

Super SA Board

Philip Jackson (Presiding Member)
 Kevin Cantley*
 Virginia Deegan
 Bill Griggs*
 Jan McMahon

Super SA Member Services Committee

Jan McMahon (Convenor of Meetings)
 Leah York
 Stephen Rowe*
 Bill Griggs*

Super SA Audit and Finance Committee

Virginia Deegan (Convenor of Meetings)
 Philip Jackson
 John Wright*

Veterans Advisory Council

Sir Eric Neal AC CVO
 GPCAPT R Black AM (Retd)
 Mr KJ Gillman
 Mr M Benyk
 Mrs C Fittock
 Mr W Schmitt AM
 Mr G Harrison OAM
 LCDR J Godwin RANR
 LTCOL J Spencer OAM RFD (Retd)
 BRIG L Lewis AM (Retd)^
 Mr M Von Berg MC
 LTCOL IR Gregg
 Dr PD Schulz
 Mr CM Burns CSC
 Ms HK Adamson
 BRIG TJ Hanna AM
 Mrs K Harrison
 LTCOL ME Garraway
 Mrs J Wallent
 MAJ I Smith (Retd)
 Mr J Statton OAM
 Mr L Eddy

DTF Audit and Risk Committee

Mr Andrew Blaskett * (Chair)
 Mr Alan Martin *
 Mr Anthony Steele *
 Mr Craig Fowler *
 Mr Tim Smith *
 Mr John Hill - Independent Member ^

* In accordance with the Department of Premier and Cabinet Circular Number 016, Government employees did not receive any remuneration for board/committee duties during the financial year.

^ BRIG L Lewis AM (Retd) and Mr John Hill were entitled to but elected not to receive remuneration for their membership of the Veteran's Advisory Council and the DTF Audit and Risk Committee respectively.

	2013	2012
	Number	Number
The number of members whose remuneration received or receivable falls within the following bands:		
\$0 - \$9 999	39	37
\$20 000 - \$29 999	4	2
\$30 000 - \$39 999	5	4
\$40 000 - \$49 999	2	2
Total Number of Members	50	45

Remuneration of members reflects all costs of performing board/committee member duties including sitting fees, superannuation contributions, fringe benefits tax and any other salary sacrifice arrangements. The total remuneration received or receivable by members was **\$379 000** (\$289 000).

Amounts paid to a superannuation plan for board/committee members was **\$30 000** (\$23 000).

Unless otherwise disclosed, transactions between members are on conditions no more favourable than those which it is reasonable to expect the entity would have adopted if dealing with the related party at arm's length in the same circumstances.

27 Cash Flow Reconciliation

2013	2012
\$'000	\$'000

(a) Reconciliation of cash and cash equivalents at the end of the reporting period

Statement of Cash Flows	21 600	19 751
Statement of Financial Position	21 600	19 751

(b) Reconciliation of net cash provided by operating activities to net cost of providing services

Net cash provided by (used in) operating activities	5 287	(3 912)
Less revenues from SA Government	(84 563)	(69 569)
Add non cash items		
Depreciation and amortisation expense	(1 608)	(3 021)
Derecognition of assets	—	(1)
Bad and doubtful debts expenses	67	(65)
Non-current assets accrual in payables	—	(521)
Net assets on restructure impacting operating cash flows	—	(3 594)
Gain on disposal of non-current assets	—	8
Movement in assets / liabilities		
(Decrease) increase in receivables	1 902	(21 012)
Decrease in payables	(26)	5 296
Decrease in employee benefits	773	12 345
Decrease (increase) in provisions	(20)	60
Decrease in other liabilities	49	1 088
Net cost of providing services	(78 139)	(82 898)

28 Financial Instruments/Financial Risk Management**Table 28.1 Categorisation of financial instruments**

Details of the significant accounting policies and methods adopted including the criteria for recognition, the basis of measurement, and the basis on which income and expenses are recognised with respect to each class of financial asset, financial liability and equity instrument are disclosed in Note 2 Summary of Significant Accounting Policies.

2013

Category of financial asset and financial liability	Statement of Financial Position line item	Note	Carrying amount	Fair value
			2013	2013
			\$'000	\$'000
Financial assets				
Cash and cash equivalents	Cash and cash equivalents	15, 27	21 600	21 600
Receivables	Receivables ^{(1) (2)}	16	3 167	3 167
	Total Financial Assets		24 767	24 767
Financial liabilities				
Financial liabilities at cost	Payables ⁽¹⁾	19	2 592	2 592
	Total Financial Liabilities		2 592	2 592

2012

Category of financial asset and financial liability	Statement of Financial Position line item	Note	Carrying amount 2012 \$'000	Fair value 2012 \$'000
Financial assets				
Cash and cash equivalents	Cash and cash equivalents	15, 27	19 751	19 751
Receivables	Receivables ⁽¹⁾ ⁽²⁾	16	1 601	1 601
	Total Financial Assets		21 352	21 352
Financial liabilities				
Financial liabilities at cost	Payables ⁽¹⁾	19	2 645	2 645
	Total Financial Liabilities		2 645	2 645

⁽¹⁾ Receivable and payable amounts disclosed here exclude amounts relating to statutory receivables and payables. All amounts recorded are carried at cost (not materially different from amortised cost).

⁽²⁾ Excludes prepayments which do not meet the definition of a financial asset as per AASB 132.

Credit risk

Credit risk arises when there is the possibility of the Department's debtors defaulting on their contractual obligations resulting in financial loss to the Department. The Department measures credit risk on a fair value basis and monitors risk on a regular basis.

The Department has minimal concentration of credit risk. The Department does not engage in hedging for its financial assets.

Allowances for impairment of financial assets is calculated on past experience and current and expected changes in client credit ratings. The Department does not hold any collateral as security on any of its financial assets. Other than receivables, there is no evidence to indicate that the financial assets are impaired. Refer to Note 16 for information on the allowance for impairment in relation to receivables.

The following table discloses the ageing of financial assets, past due, including impaired assets past due.

Table 28.2 Ageing analysis of financial assets

	Past due by			
	Overdue for < 30 days \$'000	Overdue for 30 – 60 days \$'000	Overdue for > 60 days \$'000	Total \$'000
2013				
Not impaired				
Receivables ⁽¹⁾	8	4	50	62
Impaired				
Receivables ⁽¹⁾	—	—	1	1
2012				
Not impaired				
Receivables ⁽¹⁾	192	533	51	776
Impaired				
Receivables ⁽¹⁾	—	—	68	68

⁽¹⁾ Receivable amounts disclosed here exclude amounts relating to statutory receivables. They are carried at cost.

The following table discloses the maturity analysis of financial assets and financial liabilities.

Table 28.3: Maturity analysis of financial assets and liabilities

	Carrying amount \$'000	Contractual Maturities		
		< 1 year \$'000	1-5 years \$'000	> 5 years \$'000
2013				
Financial assets				
Cash and cash equivalents	21 600	21 600	—	—
Receivables	3 167	3 167	—	—
Total financial assets	24 767	24 767	—	—
Financial liabilities				
Payables	2 592	2 592	—	—
Total financial liabilities	2 592	2 592	—	—

	Carrying amount \$'000	Contractual Maturities		
		< 1 year \$'000	1-5 years \$'000	> 5 years \$'000
2012				
Financial assets				
Cash and cash equivalents	19 751	19 751	—	—
Receivables	1 601	1 601	—	—
Total financial assets	21 352	21 352	—	—
Financial liabilities				
Payables	2 645	2 645	—	—
Total financial liabilities	2 645	2 645	—	—

Liquidity risk

Liquidity risk arises where the Department is unable to meet its financial obligations as they fall due. The continued existence of the Department is dependent on State Government policy and on continuing appropriations by Parliament for the Department's administration and programs. The Department settles undisputed accounts within 30 days from the date of the invoice or date the invoice is first received. In the event of a dispute, payment is made 30 days from resolution.

The Department's exposure to liquidity risk is insignificant based on past experience and current assessment of risk.

The carrying amount of financial liabilities recorded in Table 28.3 represent the Department's maximum exposure to financial liabilities.

Market risk

Market risk for the Department is primarily through interest rate risk. Exposure to interest rate risk may arise through its interest bearing liabilities, including borrowings. The Department's interest bearing liabilities are managed through SAFA and any movement in interest rates are monitored on a daily basis. There is no exposure to foreign currency or other price risks.

Sensitivity disclosure analysis

A sensitivity analysis has not been undertaken for the interest rate risk of the Department as it has been determined that the possible impact on profit and loss or total equity from fluctuations in interest rates is immaterial.

29 Transferred functions

2012-13

No restructures occurred during 2012-13

2011-12

The following restructures occurred in 2011-12 as a result of Machinery of Government restructures.

Net Revenue from Administrative Restructure - 2011-12

Transferred Out

Under the *Public Sector (Reorganisation of Public Sector Operations) Notice 2011* dated 27 January 2012, effective 1 February 2012 the Shared Services SA division of the Department of Treasury and Finance was transferred to the Department of the Premier and Cabinet.

On transfer of Shared Services SA to the Department of the Premier and Cabinet, the Department recognised movement of the following assets and liabilities.

	2012 \$'000
Current Assets	
Cash	21 776
Receivables	20 233
Total Current Assets	42 009
Non-Current Assets	
Property, plant and equipment	2 973
Intangible assets	4 967
Receivables (Workers compensation receivable)	11
Total Non-Current Assets	7 951
TOTAL ASSETS	49 960
Current Liabilities	
Payables	4 118
Employee benefits	5 310
Other current liabilities	279
Provisions	110
Total Current Liabilities	9 817
Non-Current Liabilities	
Payables	1 070
Employee benefits	12 246
Other current liabilities	335
Provisions	370
Total Non-Current Liabilities	14 021
TOTAL LIABILITIES	23 838
NET ASSETS TRANSFERRED	26 122

Net assets transferred by the Department as a result of the administrative restructure were at the carrying amount. The net assets transferred were treated as a distribution to the Government as owner.

30 Events after the end of the reporting period

The Department is not aware of any events after the reporting period that would impact on the financial statements.

Statement of Administered Comprehensive Income for the year ended 30 June 2013

	Note	2013 \$'000	2012 \$'000
INCOME			
Taxation	32	3 651 128	3 455 794
Commonwealth revenues	33	6 408 322	8 308 311
Dividends	34	695 088	277 852
Interest revenues	35	120 941	153 993
Revenues from SA Government	36	1 944 728	2 136 149
Grants and contributions	37	134 032	129 465
Revenues from fees and charges	38	75 338	74 590
Other revenues	39	1 028 944	940 605
Total income		14 058 521	15 476 759
EXPENSES			
Payments to SA Government	36	11 049 889	10 926 816
Employee benefit expenses	40	452 219	424 246
Supplies and services	41	58 314	58 409
Borrowing costs	42	388 926	413 130
Grants, subsidies and transfers	43	2 301 334	3 508 858
Depreciation and amortisation expense	44	478	140
Net loss from the disposal of non-current assets	45	388 567	—
Other expenses	46	107 362	93 332
Total expenses		14 747 089	15 424 931
NET RESULT		(688 568)	51 828
OTHER COMPREHENSIVE INCOME			
Changes in property, plant and equipment asset revaluation	50	187	—
NET RESULT AND TOTAL COMPREHENSIVE INCOME		(688 381)	51 828

Statement of Administered Financial Position as at 30 June 2013

	Note	2013 \$'000	2012 \$'000
CURRENT ASSETS			
Cash and cash equivalents	47	1 526 706	1 310 931
Receivables	48	82 752	121 506
Other financial assets	49	414	57
Total Current Assets		1 609 872	1 432 494
NON-CURRENT ASSETS			
Receivables	48	15	14
Other financial assets	49	175	589
Property, plant and equipment	50	5 428	1 617
Total Non-Current Assets		5 618	2 220
TOTAL ASSETS		1 615 490	1 434 714
CURRENT LIABILITIES			
Payables	51	1 095 167	1 228 494
Employee benefits	52	886	1 039
Provisions	53	100	104
Other liabilities	54	31	351
Total Current Liabilities		1 096 184	1 229 988
NON-CURRENT LIABILITIES			
Payables	51	72 792	74 000
Employee benefits	52	956	852
Provisions	53	348	344
Other non-current liabilities	54	730	755
Total Non-Current Liabilities		74 826	75 951
TOTAL LIABILITIES		1 171 010	1 305 939
NET ASSETS		444 480	128 775
EQUITY			
Accumulated surplus		443 845	128 327
Asset revaluation surplus		635	448
TOTAL EQUITY	55	444 480	128 775
Unrecognised Contractual Commitments	56		
Contingent Assets and Liabilities	57		

Statement of Administered Changes in Equity for the year ended 30 June 2013

		Asset Revaluation Surplus \$'000	Accumulated Surplus/ (Deficit) \$'000	TOTAL \$'000
Balance at 30 June 2011		448	13 792	14 240
Error correction	51	—	62 707	62 707
Restated balance at 30 June 2011		448	76 499	76 947
Net result for 2011-12		—	51 828	51 828
Total comprehensive result for 2011-12		—	51 828	51 828
Balance at 30 June 2012	55	448	128 327	128 775
Net result for 2012-13		—	(688 568)	(688 568)
Gain on revaluation of land and buildings	50	187	—	187
Total comprehensive result for 2012-13		187	(688 568)	(688 381)
Transactions with SA Government as owner				
Net assets received from an administrative restructure	61	—	1 004 086	1 004 086
Balance at 30 June 2013	55	635	443 845	444 480

All changes in equity are attributable to the SA Government as owner.

Statement of Administered Cash Flows for the year ended 30 June 2013

	Note	2013 \$'000	2012 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash inflows			
Taxation received		3 651 128	3 455 794
Receipts from Commonwealth		6 408 321	8 308 311
Dividends		287 337	273 839
Interest received		120 941	154 025
Receipts from SA Government		1 944 728	2 136 149
Grants and contributions		134 032	128 814
Fees and charges		113 371	55 494
GST receipts on receivables		504	5 863
GST recovered from Australian Taxation Office		1 602	2 963
Receipts for Paid - Parental Leave Scheme		—	11
SA Lotteries Sale		402 771	—
Other receipts		603 997	937 711
Cash generated from operations		13 668 732	15 458 974
Cash outflows			
Payments to SA Government		(10 180 134)	(10 926 816)
Employee benefit payments		(452 265)	(423 379)
Payments for supplies and services		(19 728)	(112 915)
Interest payments		(388 926)	(413 130)
Grants, subsidies and transfers		(2 301 334)	(3 507 318)
GST payments on purchases		(1 540)	(4 572)
GST remitted to Australian Taxation Office		(838)	(3 727)
Payments for paid parental leave scheme		(2)	(9)
Other payments		(107 362)	(89 397)
Cash used in operations		(13 452 129)	(15 481 263)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	59(b)	216 603	(22 289)
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash outflows			
Purchase of property, plant and equipment		(62)	(733)
Cash used in investing activities		(62)	(733)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES		(62)	(733)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash inflows			
Proceeds from other financial assets		657	1 712
Cash generated from financing activities		657	1 712
Cash outflows			
Repayment of interest bearing liabilities		(1 423)	(894)
Cash used in financing activities		(1 423)	(894)
NET CASH PROVIDED BY FINANCING ACTIVITIES		(766)	818
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		215 775	(22 204)
Cash and cash equivalents at 1 July		1 310 931	1 333 135
CASH AND CASH EQUIVALENTS AT 30 JUNE	59(a)	1 526 706	1 310 931

**Disaggregated Disclosures
Administered Expenses and Income
For the year ended 30 June 2013**

	Admin Items on behalf of the Consolidated Account		Commonwealth Mirror Taxes on Commonwealth Places Revenue		Community Development Fund		Community Emergency Services Fund		Country Equalisation Scheme		ETSA Sales/Lease Proceeds Account		Hospitals Fund		Housing Loans Redemption Fund	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
INCOME																
Taxation	3 552 508	3 358 545	—	—	—	—	98 620	97 249	—	—	—	—	—	—	—	—
Commonwealth revenues	5 240 583	5 901 068	23 947	22 803	—	—	—	—	—	—	—	—	—	—	—	—
Dividends	287 337	273 839	—	—	—	—	—	—	—	—	407 751	4 013	—	—	—	—
Interest revenues	118 852	150 938	—	—	—	—	90	149	493	674	—	—	—	—	393	267
Revenues from SA Government	54 314	48 494	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Grants and contributions	—	—	—	—	20 000	20 000	90 462	82 196	—	—	—	—	—	—	—	—
Revenues from fees and charges	74 931	72 138	—	—	—	—	398	402	—	—	—	—	—	—	—	—
Other revenues	406 491	767 836	—	—	—	—	—	—	—	—	—	—	183 514	159 601	—	—
Total Administered Income	9 735 016	10 572 858	23 947	22 803	20 000	20 000	189 570	179 996	493	674	407 751	4 013	183 514	159 601	393	267
EXPENSES																
Payments to SA Government	9 678 526	10 522 290	—	—	—	—	—	—	—	—	—	—	183 514	159 601	—	—
Employee benefit expenses	473	477	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Supplies and services	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Borrowing costs	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Grants, subsidies and transfers	56 017	50 091	—	—	20 000	20 000	189 616	179 905	—	—	—	—	—	—	—	—
Depreciation and amortisation expense	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Net loss from the disposal of non-current assets	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Other expenses	—	—	23 947	22 803	—	—	—	—	—	—	—	—	—	—	—	—
Total Administered Expenses	9 735 016	10 572 858	23 947	22 803	20 000	20 000	189 616	179 905	—	—	—	—	183 514	159 601	—	—
NET RESULT	—	—	—	—	—	—	(46)	91	493	674	407 751	4 013	—	—	393	267
OTHER COMPREHENSIVE INCOME																
Changes in property, plant and equipment asset revaluation surplus	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
TOTAL COMPREHENSIVE RESULT	—	—	—	—	—	—	(46)	91	493	674	407 751	4 013	—	—	393	267

Net result and total comprehensive result are attributable to the SA Government as owner.

**Disaggregated Disclosures
Administered Expenses and Income
For the year ended 30 June 2013**

	Intergovernmental Agreement on Federal Financial Relations		Activity 9		Industry Financial Assistance Account		Local Government Concessions		Local Government Disaster Fund		Responsible Gambling Working Party		State Procurement Board - Gaming Machines		Support Services to Parliamentarians		Market Projects Unit	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
INCOME																		
Taxation	1 143 792	2 384 440																
Commonwealth revenues																		
Dividends					40	45			1 073	1 911				3				6
Interest revenues																		
Revenues from SA Government																		
Grants and contributions					2 565	1 691	96	5 018			(10)				20 919	20 560		
Revenues from fees and charges														2 050	9	3		
Other revenues					1 979	3 195												2 000
Total Administered Income	1 143 792	2 384 440	4 584	4 931	4 584	4 931	96	5 018	1 073	1 911	(10)		2 053	20 928	20 563			2 006
EXPENSES																		
Payments to SA Government																		
Employee benefit expenses															14 146	15 084		
Supplies and services									40	40	113	166	2 053	6 358	6 059			
Borrowing costs																		
Grants, subsidies and transfers															3	1		
Depreciation and amortisation expense									6 238	11 240					300	114		
Net loss from the disposal of non-current assets																		
Other expenses					1 460	3 937										1		2 003
Total Administered Expenses	1 276 228	2 285 150	40 706	20 971	39 246	17 034	2 368	2 327	6 278	11 280	113	166	2 053	20 807	21 259			2 003
NET RESULT	(132 436)	99 290	(36 122)	(16 040)	(36 122)	(16 040)	(2 272)	2 691	(5 205)	(9 369)	(123)	(166)		121	(696)			3
OTHER COMPREHENSIVE INCOME																		
Changes in property, plant and equipment asset revaluation surplus																		
TOTAL COMPREHENSIVE RESULT	(132 436)	99 290	(36 122)	(16 040)	(36 122)	(16 040)	(2 272)	2 691	(5 205)	(9 369)	(123)	(166)		121	(696)			3

Net result and total comprehensive result are attributable to the SA Government as owner.

**Disaggregated Disclosures
Administered Expenses and Income
For the year ended 30 June 2013**

	Sustainable Budget Commission		Treasury and Finance Administered Items Account		Treasurer's Interest in the National Wine Centre Account		Treasury Working Account		Treasury - Asset Management Account		Asset Divestment		TOTAL	
	Activity 17		Activity 18		Activity 19		Activity 20		Activity 21		Activity 22		Total	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
INCOME														
Taxation	—	—	—	—	—	—	—	—	—	—	—	—	3 651 128	3 455 794
Commonwealth revenues	—	—	—	—	—	—	—	—	—	—	—	—	6 408 322	8 308 311
Dividends	—	—	—	—	—	—	—	—	—	—	—	—	695 088	277 852
Interest revenues	—	—	—	—	—	—	—	—	—	—	—	—	120 941	153 993
Revenues from SA Government	—	—	1 890 414	2 087 655	—	—	—	—	—	—	—	—	1 944 728	2 136 149
Grants and contributions	—	—	—	—	—	—	—	—	—	—	—	—	134 032	129 465
Revenues from fees and charges	—	—	—	—	—	—	—	—	—	—	—	—	75 338	74 590
Other revenues	—	—	1 076	817	25	25	9 258	7 128	1 655	—	424 946	—	1 028 944	940 605
Total Administered Income	—	—	1 891 490	2 088 472	25	25	9 258	7 128	1 655	—	424 946	—	14 058 521	15 476 759
EXPENSES														
Payments to SA Government	—	—	150 001	244 925	—	—	—	—	—	—	1 037 848	—	11 049 889	10 926 816
Employee benefit expenses	—	—	437 600	408 685	—	—	—	—	—	—	—	—	452 219	424 246
Supplies and services	—	—	51 778	50 069	25	22	—	—	—	—	—	—	58 314	58 409
Borrowing costs	—	—	387 503	413 130	—	—	—	—	—	—	1 423	—	388 926	413 130
Grants, subsidies and transfers	—	—	711 471	943 110	—	—	147	—	—	—	—	—	2 301 334	3 508 858
Depreciation and amortisation expense	—	—	—	—	26	26	—	—	—	—	152	—	478	140
Net loss from the disposal of non-current assets	—	—	—	—	—	—	—	—	—	—	—	—	388 567	—
Other expenses	—	485	72 844	56 975	—	—	9 111	7 128	—	—	—	—	107 362	93 332
Total Administered Expenses	—	485	1 811 197	2 116 894	51	48	9 258	7 128	—	—	1 427 990	—	14 747 089	15 424 931
NET RESULT	—	(485)	80 293	(28 422)	(26)	(23)	—	—	1 655	—	(1 003 044)	—	(688 568)	51 828
OTHER COMPREHENSIVE INCOME														
Changes in property, plant and equipment asset revaluation surplus	—	—	—	—	187	—	—	—	—	—	—	—	187	—
TOTAL COMPREHENSIVE RESULT	—	(485)	80 293	(28 422)	161	(23)	—	—	1 655	—	(1 003 044)	—	(688 381)	51 828

Net result and total comprehensive result are attributable to the SA Government as owner.

Notes to and forming part of the Administered Financial Statements

31 The Administered financial statements include the revenues, expenses, assets and liabilities which the Department administers on behalf of the SA Government but does not control.

These financial statements include a number of revenue and expense transactions on behalf of the South Australian Government for the Consolidated Account. Such transactions include collection of revenues from taxations, revenues from the Commonwealth Government, dividends and interest. The expense transactions include transfers to agencies for employee entitlements and supplies and services; grants and subsidies to public sector agencies, the private sector and the community; and the transfer of revenues to the Consolidated Account. The associated Statement of Financial Position items for the Consolidated Account such as loans and borrowings are recognised in the whole-of-government general purpose financial report.

The administered financial statements include the Intergovernmental Agreement on Federal Financial Relations Account. The purpose of the account is to receive monies from the Commonwealth Government and disburse the monies to agencies pursuant to the Intergovernmental Agreement on Federal Financial Relations for the National Specific Purpose Program (SPP) purposes listed in Schedule F of that Agreement and for the National Partnership Payments (NPP) for the purposes listed in Schedule G of that Agreement.

The administered financial statements also include the fixed property component of the Emergency Services Levy collected by RevenueSA and transferred to the Community Emergency Services Fund and all the transactions for the special deposit accounts established under Section 8 of the *Public Finance and Audit Act 1987* that are administered by the Department listed below:

- Commonwealth Mirror Taxes on Commonwealth Places Revenue Account
- Community Development Fund
- Community Emergency Services Fund
- Country Equalisation Scheme Account
- ETSA Sales/Lease Proceeds Account
- Hospitals Fund
- Housing Loan Redemption Fund
- Industry Financial Assistance Account
- Intergovernmental Agreement on Federal Financial Relations
- Local Government Concessions Senior Card Holders
- Local Government Disaster Fund
- Market Projects Unit
- Responsible Gambling Working Party
- Support Services to Parliamentarians
- Treasurer's Interest in the National Wine Centre Account
- Treasury Working Account
- Treasury and Finance Administered Items Account
- Treasury Asset Management Account

31.1 Summary of Significant Accounting Policies

The Department's significant accounting policies are contained in Note 2 'Summary of Significant Accounting Policies'. The policies outlined in Note 2 apply to both the Department and Administered financial statements.

32 Taxation

	2013	2012
	\$'000	\$'000
Stamp duties	1 401 128	1 284 427
Commonwealth Places Mirror - stamp duties	263	262
Payroll tax	1 275 370	1 205 915
Commonwealth Places Mirror - payroll tax	22 312	21 105
Land tax	581 965	587 988
Commonwealth Places Mirror - land tax	1 371	1 437
Emergency Services levy	98 620	97 249
Local Government rate equivalents	3 333	6 977
Income tax equivalents	131 546	130 713
Contributions from Lotteries Commission	108 790	93 534
Save the River Murray levy	26 380	26 171
Hindmarsh Island Bridge levy	50	16
Total Taxation	3 651 128	3 455 794

Taxation received/receivable from entities within the SA Government

Stamp duties	4 728	4 908
Payroll tax	229 859	227 037
Land tax	214 777	232 252
Emergency Services levy	3 252	1 265
Local Government rate equivalents	3 108	6 756
Income tax equivalents	131 546	130 713
Contributions from Lotteries Commission	108 790	93 534
Total Taxation received/receivable from entities within the SA Government	696 060	696 465

33 Commonwealth revenues

	2013	2012
	\$'000	\$'000
Commonwealth General Purpose Grants		
GST revenue grants	4 509 740	4 279 645
Commonwealth Places Mirror taxes	23 946	22 804
Total Commonwealth General Purpose Grants	4 533 686	4 302 449
Commonwealth Specific Purpose Grants		
Concessions to pensioners and others	26 756	25 180
Council of Australian Governments Funding arrangements	606 798	1 580 274
Intergovernmental Agreement on Federal Financial Relations - Recurrent	1 049 980	1 312 516
Intergovernmental Agreement on Federal Financial Relations - Capital	184 399	1 071 923
Other grants paid to Consolidated Account	6 472	15 135
First Home Owners Boost	231	834
Total Commonwealth Specific Purpose Grants	1 874 636	4 005 862
Total Commonwealth revenues	6 408 322	8 308 311

34 Dividends	2013	2012
	\$'000	\$'000
Forestry SA	29 527	14 187
Transmission Lessor Corporation	156 061	—
Generation Lessor Corporation	5 564	4 013
Distribution Lessor Corporation	247 276	—
Homestart	6 329	6 216
Public Trustee Office	—	684
SA Water Corporation	235 775	218 046
South Australian Asset Management Corporation	4 620	20 200
South Australian Government Employee Residential Property	1 706	1 706
South Australian Government Financing Authority	8 230	12 800
Total Dividends received/receivable from entities within the SA Government	695 088	277 852

35 Interest revenues	2013	2012
	\$'000	\$'000
Interest	120 941	153 993
Total Interest revenues	120 941	153 993
Total Interest received/receivable from entities within the SA Government	116 996	149 040

36 Revenues from/Payments to SA Government	2013	2012
	\$'000	\$'000
Revenues from SA Government		
Appropriations from Consolidated Account pursuant to the Appropriation Act	1 890 414	2 087 655
Appropriations under other acts	54 314	48 494
Total Revenues from SA Government	1 944 728	2 136 149

Appropriations from the Consolidated Account consists of \$1 890 414 000 for operational funding.

The original amount appropriated to the Department under the annual Appropriation Act 2011 was not varied however an additional \$8 100 000 (\$112 948 000) was received from the Treasurer by the Governor's Appropriation Fund and an additional \$83 247 000 (\$42 019 000) was received pursuant section 15 of the Public Finance and Audit Act 1987 to fund payments resulting from Salary and Wage Determinations.

Payments to SA Government

Transfer of revenue received on behalf of Consolidated Account	10 716 375	10 522 290
Other payments to the Consolidated Account	183 514	159 601
Return of surplus cash pursuant to Cash Alignment Policy	150 000	244 925
Total Payments to SA Government	11 049 889	10 926 816

37 Grants and contributions	2013	2012
	\$'000	\$'000
Grants and Contributions	134 032	129 465
Total Grants and contributions	134 032	129 465
SA Government entities	132 382	127 678
Total Grants and contributions from entities within the SA Government	132 382	127 678

38 Revenues from fees and charges	2013	2012
	\$'000	\$'000
Guarantee Fees	74 931	72 138
Support Services to Parliamentarians	9	—
State Procurement Board - gaming machines	—	2 050
Other recoveries	398	402
Total Revenue from fees and charges	75 338	74 590

	2013 \$'000	2012 \$'000
Fees and charges received/receivable from entities within the SA Government:		
Guarantee Fees	74 931	72 138
Support Services to Parliamentarians	2	—
Total Fees and charges from entities within the SA Government:	74 933	72 138

39 Other revenues

	2013 \$'000	2012 \$'000
Contribution towards public hospital costs	183 514	159 601
Discounted cash flow valuations for financial assistance loans	1 967	3 195
Repayment of advances	55 326	163 167
Return of cash to Consolidated Account - cash alignment policy	192 301	346 523
Return of capital	66 904	217 475
Return of deposit account balances	42 782	18 537
Essential Services Commission of SA	8 718	6 409
Support Services to Parliamentarians	12	3
Forgiveness of liabilities - Forestry SA	22 175	—
Sale proceeds - SA Lotteries	402 771	—
Recoveries DPTI Indenture Ports	26 679	4 912
Other income	25 795	20 783
Total Other revenues	1 028 944	940 605

	2013 \$'000	2012 \$'000
Other Revenues received/receivable from entities within the SA Government:		
Contribution towards public hospital costs	183 514	159 601
Repayment of advances	55 192	78 040
Return of cash to Consolidated Account - cash alignment policy	192 301	346 523
Return of capital	66 904	217 475
Return of deposit account balances	4 682	5 237
Essential Services Commission of SA	8 718	6 409
Recoveries DPTI Indenture Ports	26 679	4 912
Other income	7 854	8 579
Total Other revenues received/receivable from entities within SA Government	545 844	826 776

On 26 November 2012 the State appointed Tatts Lotteries SA Pty Ltd (Tatts) as its exclusive Master Agent to operate SA Lotteries' brands and products for a term of 40 years, starting 11 December 2012.

In exchange for the receipt of a monthly master agency fee and transfer of Lotteries Commission of South Australia (LCSA) business assets (predominately office equipment), Tatts paid \$427 million (comprising \$402.771 million sale proceeds and \$24.229 million stamp duty) to the Treasurer.

In accordance with section 5 of the Public Finance and Audit Act 1987, the Treasurer transferred this amount to the Consolidated Account. The transfer to the Consolidated Account is included in the balance of Payments to SA Government disclosed in the Statement of Administered Comprehensive Income.

As part of Tatts' appointment as Master Agent, the Treasurer guaranteed the LCSA's obligations, undertakings, covenants, indemnities and assurances pursuant to the relevant contractual arrangements. Further, the Treasurer indemnified Tatts against loss arising from State's ability to fulfil its obligations under these arrangements (refer note 57).

40 Employee benefit expenses

	2013 \$'000	2012 \$'000
Superannuation contributions to various schemes	437 600	408 685
Salaries and wages	11 327	11 155
Long service leave	124	728
Annual leave	845	858
Skills and experience retention leave	9	—
Employment on-costs - superannuation	1 106	1 109
Employment on-costs - other	662	685
Minister's salary, electorate and expense allowance	473	477
Other employee related expenses	73	549
Total Employee benefit expenses	452 219	424 246

Remuneration of Employees

	2013 Number of Employees	2012 Number of Employees
--	--------------------------------	--------------------------------

The number of employees whose total remuneration received or receivable falls within the following bands:

\$138 000 to \$147 999	1	2
\$148 000 to \$157 999	1	—
\$178 000 to \$187 999	—	1
Total Number of Employees	2	3

The table includes all employees who received remuneration equal to or greater than the base executive remuneration level during the year. Remuneration of employees reflects all costs of employment including salaries and wages, payment in lieu of leave, superannuation contributions, fringe benefits tax and any other salary sacrifice benefits. The total remuneration received by these employees for the year was **\$295 000** (\$461 000).

41 Supplies and services

	2013 \$'000	2012 \$'000
State's share of GST administration	51 451	49 470
Support Services to Parliamentarians	6 208	5 838
Gaming machines	—	2 053
Unclaimed monies	326	597
Accommodation and telecommunication	—	20
Consultants	10	55
General administration and consumables	183	186
Other	136	190
Total Supplies and services	58 314	58 409

Supplies and services provided by entities within the SA Government

	2013 \$'000	2012 \$'000
Support Services to Parliamentarians	3 443	3 172
General administration and consumables	167	171
Other	120	189
Total Supplies and services by entities within the SA Government	3 730	3 532

The total supplies and services amount disclosed includes GST amounts not-recoverable from the Australian Taxation Office due to the Department not holding a valid tax invoice for payment.

The number and dollar amount of consultants paid/payable (included in supplies and services expense) fell within the following bands:

	2013 Number	2012 Number	2013 \$'000	2012 \$'000
Between \$10 000 and \$50 000	1	2	10	55
Total paid/payable to the Consultants	1	2	10	55

42 Borrowing costs

	2013 \$'000	2012 \$'000
Interest on borrowings	353 895	370 588
Interest paid on deposit accounts and other monies	35 031	42 542
Total Borrowing costs	388 926	413 130

Borrowing costs paid/payable to entities within SA Government

	2013 \$'000	2012 \$'000
Interest on borrowings	353 895	370 588
Interest paid on deposit accounts and other monies	31 957	38 148
Total Borrowing costs paid/payable to entities within SA Government	385 852	408 736

43 Grants, subsidies and transfers	2013	2012
	\$'000	\$'000
Recurrent grants, subsidies and transfers	2 157 526	2 469 236
Capital grants, subsidies and transfers	143 808	1 039 622
Total Grants, subsidies and transfers	2 301 334	3 508 858
Grants, subsidies and transfers paid to entities within SA Government		
Recurrent grants, subsidies and transfers	2 032 961	2 393 159
Capital grants, subsidies and transfers	143 808	1 039 622
Total Grants, subsidies and transfers paid to entities within SA Government	2 176 769	3 432 781
44 Depreciation and amortisation expense	2013	2012
	\$'000	\$'000
Depreciation		
Buildings	36	26
Office equipment	4	4
Land Improvements	141	—
Total Depreciation	181	30
Amortisation		
Building fitouts	297	110
Total Amortisation	297	110
Total Depreciation and amortisation expense	478	140
45 Net loss from the disposal of non-current assets	2013	2012
	\$'000	\$'000
Standing Timber		
Proceeds from sale of standing timber	635 077	—
Carrying value of standing timber disposed	587 693	—
Net gain from disposal of standing timber	47 384	—
Land		
Proceeds from lease of land	—	—
Carrying value of land leased	435 951	—
Net loss on derecognition of land	(435 951)	—
Net loss from disposal of assets	388 567	—

On 17th October 2012 the government completed the financial closure of the forward sale of the State's Green Triangle forest plantations. These arrangements comprised the sale of the standing timber and a 70 year lease with an option for a further 35 years over the plantation land to OneFortyOne Plantations Pty Ltd.

In accordance with AASB 117 – Leases, the lease arrangements for the land have been classified as a finance lease. AASB 116 – Property, Plant and Equipment, requires the Department to derecognise the carrying amount of the land on disposal. A disposal under AASB 116 includes entering into a finance lease. Under the lease arrangements the government retains legal ownership and access to the land, and has rights in relation to resuming control if certain conditions are not met. The land value will return to the government's Statement of Financial Position for no outlay at the completion of the lease. At the same time the government is required to purchase the standing timber comprising the plantation at the market value of forest plantation. The department will record the cost of the purchase and a corresponding asset representing the standing timber in its financial accounts.

Under the sale and lease arrangements the government received consideration of \$635.1 million (excluding stamp duty) for the standing timber and \$1 for the lease of the plantation land. Subsequent to the receipt of the consideration a one-off payment of \$3.2 million was made to the purchaser for a harvest adjustment calculation provided for in the contractual arrangements. The premise of the harvest adjustment calculation is that it acted as a stock-take for actual timber sold up to 17 October 2012 to ensure the rotations purchaser got what they paid for and the State received an aggregate consideration that accurately compensated for the asset sold. This ensured the State did not double dip by selling the harvested timber via Forestry SA to commercial customers and also selling the same timber to the rotations purchaser.

46 Other expenses	2013	2012
	\$'000	\$'000
Refunds and remissions	23 119	40 648
Payments to the South Australian Superannuation Fund	38 100	13 300
Payments to Commonwealth Government	23 947	22 804
Bad debts	917	466
Doubtful debts	(1 154)	150
Repayment of borrowings	3 795	2 967
Loans forgiven	1 697	3 321
Other	16 941	9 676
Total Other expenses	107 362	93 332

Other expenses paid/payable to entities within the SA Government

Repayment of borrowings	3 795	2 967
Other	8 483	3 220
Doubtful debts expenses	—	1
Total Other expenses paid/payable to entities within the SA Government	12 278	6 188

47 Cash and cash equivalents	2013	2012
	\$'000	\$'000
Deposits with the Treasurer	1 498 419	1 277 411
Promissory notes	28 287	33 520
Total Cash and cash equivalents	1 526 706	1 310 931

Promissory notes

Promissory notes are issued for three months period by the Local Government Finance Authority of South Australia. Promissory notes earn interest at the their respective promissory note rates.

Interest rate risk

Deposits with the Treasurer earn a floating interest rate based on daily bank deposit rates. The carrying amount of cash and cash equivalents represents fair value.

48 Receivables	2013	2012
	\$'000	\$'000
Current		
Receivables	73 023	123 409
Allowance for doubtful debts	(2 003)	(2 559)
Accrued revenues	11 566	409
Prepayments	42	1
GST input tax recoverable	124	246
Total Current Receivables	82 752	121 506

Non-Current

Receivables	15	14
Total Non-Current Receivables	15	14

Total Receivables

82 767	121 520
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	2013	2012
	\$'000	\$'000
Receivables from SA Government Entities		
Receivables	70 958	120 847
Accrued revenues	11 563	406
Total Receivables from SA Government Entities	82 521	121 253

Movement in the Allowance for doubtful debts

The allowance for doubtful debts (allowance for impairment loss) is recognised when there is objective evidence that a receivable is impaired. An allowance for impairment loss has been recognised in 'other expenses' in the Statement of Comprehensive Income for specific debtors and debtors assessed on a collective basis for which such evidence exists.

The following table shows the movements in the allowance for doubtful debts (impairment loss):

	2013 \$'000	2012 \$'000
Carrying amount at the beginning of the period	2 559	4 005
Movement in the Allowance	(556)	150
Prior year provision now recognised against financial assets provision (Note 49)	—	(1 596)
Carrying amount at the end of the period	2 003	2 559

Interest rate and credit risk

Receivables are raised for all goods and services provided for which payment has not been received. Receivables are normally settled within 30 days. Receivables, prepayments and accrued revenues are non-interest bearing.

Other than recognised in the allowance for doubtful debts, it is not anticipated that counterparties will fail to discharge their obligations. The carrying amount of receivables approximates net fair value due to being receivable on demand. There is no concentration of credit risk.

Maturity Analysis of Receivables - refer to Note 60.3

Categorisation of financial instruments and risk exposure information - refer to Note 60.

49 Other financial assets

	2013 \$'000	2012 \$'000
Current		
Loans for financial assistance	1 014	657
Provision for doubtful debts	(600)	(600)
Total Current Other financial assets	414	57
Non-Current		
Loans for financial assistance	575	1 589
Provision for doubtful debts	(400)	(1 000)
Total Non-Current Other financial assets	175	589
Total Other financial assets	589	646

Movement in the Provision for doubtful debts

The provision for doubtful debts (allowance for impairment loss) is recognised when there is objective evidence that a receivable is impaired. An allowance for impairment loss has been recognised in 'other expenses' in the Statement of Comprehensive Income for specific debtors and debtors assessed on a collective basis for which such evidence exists.

The following table shows the movements in the provision for doubtful debts (impairment loss):

	2013 \$'000	2012 \$'000
Carrying amount at the beginning of the period	1 600	4
Movement in the Provision	(600)	—
Increase in provision reassigned from receivables provision (Note 48).	—	1 596
Carrying amount at the end of the period	1 000	1 600

Maturity Analysis of Receivables - refer to Table 60.3 in Note 60.

Categorisation of financial instruments and risk exposure information - refer to Note 60.

50 Property, plant and equipment	2013	2012
	\$'000	\$'000
Buildings		
At valuation	1 627	874
Accumulated depreciation	(26)	(52)
Total Buildings	1 601	822
Building fitouts		
At cost	1 589	1 526
Accumulated amortisation	(1 079)	(781)
Total Building fitouts	510	745
Land		
At valuation	58	46
Total Land	58	46
Land Improvements		
At valuation	5 345	—
Accumulated amortisation	(2 411)	—
Total Assets Land Improvements	2 934	—
Water Licences		
At cost	325	—
Total Water Licences	325	—
Office equipment		
At cost (deemed fair value)	21	21
Accumulated depreciation	(21)	(17)
Total Office Equipment	—	4
Total Property, Plant and Equipment	5 428	1 617

Certain assets of Forestry SA were transferred to the Treasurer effective 17 October 2012. Property, plant and equipment at 30 June 2013 includes land improvements, buildings and water licences that transferred from Forestry SA and are recognised in the Department of Treasury and Finance Administered Statements for the first time.

Valuation of Non-Current Assets

A valuation of the land and buildings for the National Wine Centre was performed by Mr Fred Taormina, B.App.Sc. (Val.) A.A.P.I. of VALCORP as at 30 June 2013. The revaluation involved discounting to net present value of the National Wine Centre land and buildings at the termination of the 40 year lease arrangement with Adelaide University. The valuation resulted in a land and building increment of \$187,112. The market value based on the income approach will continue to be used to measure fair value in accordance with Accounting Policy Framework III Assets Accounting Framework.

Impairment

There were no indicators of impairment for the property, plant and equipment as at 30 June 2013.

Reconciliation of Property, plant and equipment

The following table shows the movement of property, plant and equipment during 2012-13:

	Land	Standing Timber	Water Land Licences Improvements	
	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	46	—	—	—
Additions	—	—	—	—
Transfer through Administrative Restructure	435 951	587 693	325	3 075
Revaluation Increment/Decrement	12	—	—	—
Other - Disposals	(435 951)	(587 693)	—	—
Depreciation and amortisation expense	—	—	—	(141)
Carrying amount at the end of the period	58	—	325	2 934

	Buildings	Building fitouts	Office equipment	Total
	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	822	745	4	1 617
Additions	—	62	—	62
Transfer through Administrative Restructure	640	—	—	1 027 684
Revaluation Increment/Decrement	175	—	—	187
Other - Disposals	—	—	—	(1 023 644)
Depreciation and amortisation expense	(36)	(297)	(4)	(478)
Carrying amount at the end of the period	1 601	510	—	5 428

The following table shows the movement of property, plant and equipment during 2011-12:

	Land	Buildings	Building fitouts	Office equipment	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	46	848	122	8	1 024
Additions	—	—	733	—	733
Depreciation and amortisation expense	—	(26)	(110)	(4)	(140)
Carrying amount at the end of the period	46	822	745	4	1 617

51 Payables	2013 \$'000	2012 \$'000
Current		
Creditors - electricity entities lease proceeds	4 855	408 887
Creditors - revenue on behalf of the Consolidated Account	1 047 864	813 186
Creditors - other	29 520	4 326
Accrued expenses	12 778	1 543
Employment on-costs	135	140
GST payable	15	410
Paid parental leave scheme payable	—	2
Total Current Payables	1 095 167	1 228 494
Non-Current		
Creditors - electricity entities lease proceeds	70 202	73 921
Employment on-costs	88	79
Creditors - other	2 502	—
Total Non-Current Payables	72 792	74 000
Total Payables	1 167 959	1 302 494
Payables to SA Government Entities	2013 \$'000	2012 \$'000
Creditors - electricity entities lease proceeds	75 057	482 808
Creditors - revenue on behalf of the Consolidated Account	1 047 864	813 186
Creditors - other	257	2 786
Accrued expenses	11 908	468
Employment on-costs	96	100
Total Payables to SA Government Entities	1 135 182	1 299 348

During 2012-13 the Department determined that the balance of current payables as at 30 June 2011 incorrectly included outstanding liabilities totalling \$62.7 million that the Department had paid during previous reporting periods.

The Department has recognised an error correction in the Statement of Administered Changes in Equity for the year ended 30 June 2013 and restated the opening balances of accumulated surplus / (deficit) and current payables.

The following table discloses the impact that this error correction has had on the previously reported balance of current payables:

	Current Payables \$'000
Balance at 30 June 2012	1 291 201
Error correction	(62 707)
Restated balance as at 30 June 2012	1 228 494

Interest rate and credit risk

Creditors are raised for all amounts billed but unpaid. Creditors are normally settled within 30 days of the invoice date provided the goods and services have been received. Employment on-costs are settled when the respective employee benefit that they relate to is discharged. All payables are non-interest bearing. The carrying amount of payables approximates net fair value due to the amounts being payable on demand. In addition, there is no concentration of credit risk.

Maturity Analysis of Payables - refer to Note 60.3

Categorisation of financial instruments and risk exposure information - refer to Note 60.

52 Employee benefits	2013	2012
	\$'000	\$'000
Current		
Annual leave	678	680
Long service leave	198	359
Skills Experience Retention leave	10	—
Total Current Employee benefits	886	1 039
Non-Current		
Long service leave	956	852
Total Non-Current Employee benefits	956	852
Total Employee benefits	1 842	1 891

The annual leave liability is calculated at the salary rates the Department expects to pay. For 2012-13 a salary inflation rate of 4% per cent was used for this estimate. This salary inflation rate remained unchanged from the prior year.

AASB 119 Employee Benefits contains the calculation methodology for long service leave liability. This year, the actuarial assessment performed by the Department of Treasury and Finance has provided a set level of liability rather than a benchmark for the measurement of long service leave. The effect of the change relating to the current period is immaterial.

AASB 119 requires the use of the yield on long term Commonwealth Government bonds as the discount rate in the measurement of the long service leave liability. The yield on long term Commonwealth Government bonds has increased to 3.75% (2013) from 3.0% (2012).

This increase in the bond yield, which is used as the rate to discount future long service leave cash flows, has contributed to a decrease in the long service leave liability.

53 Provisions	2013	2012
	\$'000	\$'000
Current		
Provision for workers compensation	100	104
Total Current Provisions	100	104
Non-Current		
Provision for workers compensation	348	344
Total Non-Current Provisions	348	344
Total Provisions	448	448
Reconciliation of Provisions	2013	2012
	\$'000	\$'000
Carrying amount at the beginning of the period	448	80
Additional provisions recognised	—	368
Carrying amount at the end of the period	448	448

A liability has been recognised to reflect unsettled workers compensation claims. The workers compensation provision is based on an actuarial assessment performed by the Department of the Premier and Cabinet. These claims are expected to be settled within the next financial year.

54 Other liabilities	2013	2012
	\$'000	\$'000
Current		
Unearned revenue	31	351
Total Current other liabilities	31	351
Non-Current		
Unearned revenue	730	755
Total Non-Current other liabilities	730	755
Total Other liabilities	761	1 106

Lease liabilities are effectively secured as the rights to the leased assets revert to the lessor in the event of default.

55 Equity

	2013	2012
	\$'000	\$'000
Asset revaluation surplus	635	448
Accumulated Surplus	443 845	128 327
Total Equity	444 480	128 775

The asset revaluation surplus is used to record increments and decrements in the fair value of land, buildings and plant and equipment to the extent that they offset one another. Relevant amounts are transferred to accumulated surplus when an asset is derecognised.

56 Unrecognised Contractual Commitments**(a) Remuneration commitments**

Commitments for the payment of salaries and other remuneration under fixed term employment contracts in existence at the reporting date but not recognised as liabilities are payable as follows:

	2013	2012
	\$'000	\$'000
Not later than one year	2 147	2 236
Later than one year but not later than five years	141	1 348
Total Remuneration commitments	2 288	3 584

Amounts disclosed include commitments arising from executive and other employment contracts. The department does not offer fixed-term remuneration contracts greater than five years.

(b) Operating lease commitments**The Department as Lessee**

At the reporting date, the Department has operating leases for office accommodation and motor vehicles.

Office accommodation is leased from the Department of Planning, Transport and Infrastructure. The leases are non-cancellable with terms ranging up to 6 years with some leases having right of renewal. Rent is payable in arrears.

Commitments in relation to operating leases contracted for at the reporting date but not recognised as liabilities are payable as follows:

	2013	2012
	\$'000	\$'000
Not later than one year	1 789	1 368
Later than one year but not later than five years	986	1 924
Total Operating lease commitments	2 775	3 292

(c) Other commitments

The Department's other commitments primarily relate to distribution of Commonwealth funds to agencies in accordance with Schedule G of the Intergovernmental Agreement on Federal Financial Relations.

	2013	2012
	\$'000	\$'000
Not later than one year	164 363	240 320
Later than one year and not later than five years	12 478	68 958
Total Other commitments	176 841	309 278

57 Contingent Assets and Liabilities

The following contingent assets and liabilities exist for the Administered Items:

Residual responsibilities for structural integrity of the National Wine Centre's buildings outside agreed maintenance regimes as required by the Memorandum of Lease - National Wine Centre. The lease expires in September 2043. The estimated maximum exposure of this liability is undefined.

On 26 November 2012 the State appointed Tatts Lotteries SA Pty Ltd (Tatts) as its exclusive Master Agent to operate SA Lotteries' brands and products for a term of 40 years, starting 11 December 2012. Under this arrangement the LCSA is required to pay the Master Agent a master agency fee (payment obligation). The Treasurer has unconditionally and irrevocably guaranteed the performance by LCSA of the payment obligation. The Treasurer has also indemnified the Master Agent against any cost, expense, loss or damage that the Master Agent may incur as a direct result of non-compliance by LCSA with the payment obligation. The Treasurer's maximum aggregate liability to the Master Agent under this agreement is limited to an amount equal to the total quantum of LCSA's liability to the Master Agent for the payment obligation.

The Treasurer unconditionally and irrevocably guarantees to each beneficiary the due and punctual payment and performance by the Adelaide Convention Centre Corporation of the Corporation's obligations to that beneficiary.

Under an agreement, dated 9 May 1996, with the Australian Energy Market Operator (AEMO), previously known as National Electricity Market Management Company (NEMMCO), the Treasurer may be required to contribute to the winding up of AEMO. The maximum exposure of the contingent liability at 30 June 2013 is capped at \$692 000.

Under section 15 of the Government Financing Authority Act 1982, all financial obligations incurred or assumed by SAFA are guaranteed by the Treasurer on behalf of the State of South Australia. This includes any derivative counterparties default. As at 30 June 2013, derivative credit exposure was \$581.4 million.

SAFA has provided a guarantee to the Urban Renewal Authority for the Port Waterfront Redevelopment. This guarantee totalled \$5 million.

Under an agreement between Osborne Cogeneration Pty Ltd and the South Australian Government Financing Authority (SAFA) for the Osborne Generation Plant, SAFA has guaranteed the performance of certain obligations by two Origin Energy subsidiaries. SAFA in turn, is indemnified by Origin Energy for the performance of its subsidiaries and by the Treasurer for the performance of Origin Energy under this arrangement. The maximum exposure of the guarantee is estimated at \$200 million.

Under an agreement with the South Australian Netball Association, the Treasurer has provided a Deed of Guarantee for the repayment of a loan, which the South Australian Netball Association has with an external banking institution with a total exposure value of \$630 000.

Financial obligations with a total exposure of \$41 152 000 exist under various assistance agreements with the Treasurer relating to the Industry Investment Attraction Fund, the Structural Adjustment Fund for South Australia, the Strategic Industry Support Fund and the Innovation and Investment Fund. In addition to a number of one-off industry assistance projects that are funded by individual funding submissions. Agreements are subject to performance criteria by those entities receiving assistance.

Under the Housing Loans Redemption Fund Act 1962 the Treasurer is committed to meet any shortfall in the fund from appropriated general revenue.

The Treasurer has indemnified SAFA against any profit or loss as a result of activities in the Insurance Fund 2 portfolio. Given the nature of Fund 2's activities, the Treasurer has approved that any operating profit before tax will be nil. This is achieved by negating the operating profit or loss with either a payable to or a receivable from the Treasurer. In 2012-13 this policy resulted in a payable from SAFA to the Treasurer of \$9.4 million.

58 Lease

The Treasurer entered into an agreement with the University of Adelaide to lease land and buildings previously owned by the National Wine Centre over a 40 year period, for an upfront consideration of \$1 000 000. The effective commencement date for the lease was 9 September 2003. The lease has been treated as an operating lease in accordance with accounting standard AASB 117 Leases. The consideration of \$1 000 000 has been recorded as unearned revenue and is being apportioned over the life of the lease.

59 Cash Flow Reconciliation**(a) Reconciliation of Cash and Cash Equivalents at the end of the reporting period**

	2013 \$'000	2012 \$'000
Statement of Cash Flows	1 526 706	1 310 931
Statement of Financial Position	1 526 706	1 310 931

(b) Reconciliation of net cash (used in) provided by operating activities to net result

	2013 \$'000	2012 \$'000
Net cash (used in) provided by operating activities	216 603	(22 289)
Add Non cash items		
Depreciation and amortisation expense	(478)	(140)
Bad debts expenses	(917)	(466)
Doubtful debts expenses	1 154	(150)
Discounted cash flow valuations for financial assistance loans - other revenues	1 967	—
Movements in financial assistance loans	657	4 268
Loans forgiven	19 055	(3 321)
Movement in provision for doubtful debts between receivables and non-current financial assets	—	1 596
Net loss on disposal of Assets	(388 567)	—
Transferred to Consolidated Account - Proceeds from Forestry SA	(635 077)	—
Movement in assets / liabilities		
Increase in receivables	(37 837)	15 528
Increase (decrease) in other financial assets (not operating)	(57)	—
Decrease (increase) in payables	134 535	56 558
(Increase) decrease in employee benefits	49	(452)
(Increase) in provisions	—	(368)
Decrease in other liabilities	345	1 064
Net result	(688 568)	51 828

60 Financial Instruments/Financial Risk Management

Table 60.1 Categorisation of financial instruments

Details of the significant accounting policies and methods adopted including the criteria for recognition, the basis of measurement, and the basis on which income and expenses are recognised with respect to each class of financial asset, financial liability and equity instrument are disclosed in Note 2 Summary of Significant Accounting Policies.

2013

Category of financial asset and financial liability	Statement of Financial Position line item	Note	Carrying amount	Fair value
			2013 \$'000	2013 \$'000
Financial assets				
Cash and cash equivalents	Cash and cash equivalents	47,59	1 526 706	1 526 706
Loans and receivables	Receivables ^{(1) (2)}	48	73 023	73 023
Held to maturity investments	Other financial assets	49	589	589
	Total Financial Assets		1 600 318	1 600 318
Financial liabilities				
Financial liabilities at cost	Payables ⁽¹⁾	51	1 152 441	1 152 441
	Total Financial Liabilities		1 152 441	1 152 441

2012

Category of financial asset and financial liability	Statement of Financial Position line item	Note	Carrying amount	Fair value
			2012 \$'000	2012 \$'000
Financial assets				
Cash and cash equivalents	Cash and cash equivalents	47,59	1 310 931	1 310 931
Loans and receivables	Receivables ^{(1) (2)}	48	121 257	121 257
Held to maturity investments	Other financial assets	49	646	646
	Total Financial Assets		1 432 834	1 432 834
Financial liabilities				
Financial liabilities at cost	Payables ⁽¹⁾	51	1 364 570	1 364 570
	Total Financial Liabilities		1 364 570	1 364 570

⁽¹⁾ Receivable and payable amounts disclosed here exclude amounts relating to statutory receivables and payables. All amounts recorded are carried at cost.

⁽²⁾ Excludes prepayments which do not meet the definition of a financial asset as per AASB 132.

Credit risk

Credit risk arises when there is the possibility of the Department's debtors defaulting on their contractual obligations resulting in financial loss to the Department. The Department measures credit risk on a fair value basis and monitors risk on a regular basis.

The Department has minimal concentration of credit risk. The Department does not engage in hedging for its financial assets.

Allowances for impairment of financial assets is calculated on past experience and current and expected changes in client credit rating. Currently the Department does not hold any collateral as security to any of its financial assets. Other than receivables and other financial assets, there is no evidence to indicate that the financial assets are impaired. Refer to Note 48 for information on the allowance for impairment in relation to receivables.

The following table discloses the ageing of financial assets, past due, including impaired assets past due.

Table 60.2 Ageing analysis of financial assets

	Past due by			
	Overdue for < 30 days \$'000	Overdue for 30 – 60 days \$'000	Overdue for > 60 days \$'000	Total \$'000
2013				
Not impaired				
Receivables ⁽¹⁾	—	—	—	—
Other financial assets	—	—	589	589
Impaired				
Receivables ⁽¹⁾	—	—	2 003	2 003
Other financial assets	—	—	—	—
	—	—	2 592	2 592
2012				
Not impaired				
Receivables ⁽¹⁾	120 848	1	1	120 850
Other financial assets	—	—	646	646
Impaired				
Receivables ⁽¹⁾	—	—	2 559	2 559
Other financial assets	—	—	1 600	1 600
	120 848	1	4 806	125 655

⁽¹⁾ Receivable amounts disclosed here exclude amounts relating to statutory receivables. They are carried at cost.

The following table discloses the maturity analysis of financial assets and financial liabilities.

Table 60.3 Maturity analysis of financial assets and liabilities

	Carrying amount \$'000	Contractual Maturities		
		< 1 year	1-5 years	> 5 years
		\$'000	\$'000	\$'000
2013				
Financial assets				
Cash and cash equivalents	1 526 706	1 526 706	—	—
Receivables	73 023	73 023	—	—
Other financial assets	589	414	175	—
Total financial assets	1 600 318	1 600 143	175	—
Financial liabilities				
Payables	1 152 441	1 082 239	—	70 202
Total financial liabilities	1 152 441	1 082 239	—	70 202

	Carrying amount \$'000	Contractual Maturities		
		< 1 year	1-5 years	> 5 years
		\$'000	\$'000	\$'000
2012				
Financial assets				
Cash and cash equivalents	1 310 931	1 310 931	—	—
Receivables	121 257	121 257	—	—
Other financial assets	646	57	589	—
Total financial assets	1 432 834	1 432 245	589	—
Financial liabilities				
Payables	1 364 570	1 290 649	—	73 921
Total financial liabilities	1 364 570	1 290 649	—	73 921

Liquidity risk

Liquidity risk arises where the Department is unable to meet its financial obligations as they fall due. The continued existence of the Department is dependent on State Government policy and on continuing appropriations by Parliament for the Department's administration and programs. The Department settles undisputed accounts within 30 days from the date of the invoice or date the invoice is first received. In the event of a dispute, payment is made 30 days from resolution.

The Department's exposure to liquidity risk is insignificant based on past experience and current assessment of risk.

The carrying amount of financial liabilities recorded in Table 60.3 represent the Department's maximum exposure to financial liabilities.

Market risk

Market risk for the Department is primarily through interest rate risk. Exposure to interest rate risk may arise through its interest bearing liabilities, including borrowings. The Department's interest bearing liabilities are managed through SAFA and any movement in interest rates are monitored on a daily basis. There is no exposure to foreign currency or other price risks.

Sensitivity disclosure analysis

A sensitivity analysis has not been undertaken for the interest rate risk of the Department as it has been determined that the possible impact on profit and loss or total equity from fluctuations in interest rates is immaterial.

61 Transferred Functions

Transferred In

Certain assets and liabilities of Forestry SA transferred to the Treasurer effective 17 October 2012.

On transfer the Department of Treasury and Finance recognised the following assets and liabilities:

	Total \$'000
Non-Current Assets	
Standing Timber	587 693
Land	435 951
Land Improvements	3 075
Building and infrastructure	640
Water Licences	325
Total Non-Current Assets	1 027 684
Non-Current Liabilities	
Loan from South Australian Financing Authority (SAFA)	23 598
Total Non-Current Liabilities	23 598
Net Assets transferred	1 004 086

Net Assets assumed by the department as a result of the administrative restructure are the carrying amount of those assets and liabilities in the Forestry SA statement of Financial Position immediately prior to transfer. The net assets transferred were treated as a contribution by the Government as owner.

The standing timber and stock was subsequently sold to OneFortyOne plantations Pty Ltd for \$635.1 million (refer note 45). The land was leased to OneFortyOne Plantations Pty Ltd for 70 years with an option for a further 35 years. Subsequent to the sale the Forestry SA borrowings that transferred to the Treasurer were extinguished and there was also a minor stock adjustment.

62 Events after the end of the reporting period

There were no events occurring after the end of the reporting period that have material financial implications on these financial statements.



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**To the Under Treasurer
Department of Treasury and Finance**

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987*, I have audited the accompanying financial report of the Department of Treasury and Finance for the financial year ended 30 June 2013. The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2013
- a Statement of Financial Position as at 30 June 2013
- a Statement of Changes in Equity for the year ended 30 June 2013
- a Statement of Cash Flows for the year ended 30 June 2013
- Disaggregated Disclosures - Expenses and Income for the year ended 30 June 2013
- Disaggregated Disclosures - Assets and Liabilities as at 30 June 2013
- Notes to and forming part of the financial statements, comprising a summary of significant accounting policies and other explanatory information
- a Statement of Administered Comprehensive Income for the year ended 30 June 2013
- a Statement of Administered Financial Position as at 30 June 2013
- a Statement of Administered Changes in Equity for the year ended 30 June 2013
- a Statement of Administered Cash Flows for the year ended 30 June 2013
- a Schedule of Income and Expenses attributable to administered activities for the year ended 30 June 2013
- notes to and forming part of the administered financial statements, comprising a summary of significant accounting policies and other explanatory information for administered items
- a Certificate from the Under Treasurer and the Director, Financial Services.

The Under Treasurer's Responsibility for the Financial Report

The Under Treasurer is responsible for the preparation of the financial report that gives a true and fair view in accordance with the Treasurer's Instructions promulgated under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards, and for such internal control as the Under Treasurer determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

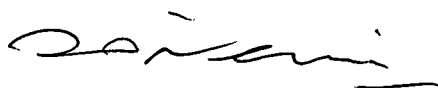
My responsibility is to express an opinion on the financial report based on the audit. The audit was conducted in accordance with the requirements of the *Public Finance and Audit Act 1987* and Australian Auditing Standards. The auditing standards require that the auditor comply with relevant ethical requirements and that the auditor plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the Under Treasurer, as well as the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial report gives a true and fair view of the financial position of the Department of Treasury and Finance as at 30 June 2013, its financial performance and its cash flows for the year then ended in accordance with the Treasurer's Instructions promulgated under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards.



S O'Neill
AUDITOR-GENERAL
27 September 2013

Appendices

Appendix 1 — Acts administered

Treasurer

	Committed
Bank Merger (BankSA and Advance Bank) Act 1996	28/11/96
Bank Mergers (South Australia) Act 1997	19/3/98
Commonwealth Places (Mirror Taxes Administration) Act 1999	19/10/00
Debits Tax Act 1994	13/2/97
Emergency Services Funding Act 1998.....	7/11/02
Essential Services Commission Act 2002	12/9/02
Financial Institutions Duty Act 1983	13/2/97
Financial Sector (Transfer of Business) Act 1999	12/8/99
Financial Transaction Reports (State Provisions) Act 1992	20/10/97
Gift Duty Act 1968	13/2/97
Government Financing Authority Act 1982	14/12/93
Housing Loans Redemption Fund Act 1962	20/10/97
Interest on Crown Advances and Leases Act 1944.....	20/10/97
Land Tax Act 1936	13/2/97
Motor Accident Commission Act 1992.....	14/12/93
National Tax Reform (State Provisions) Act 2000	29/6/00
New Tax System Price Exploitation Code (South Australia) Act 1999	9/12/99
Payroll Tax Act 2009	4/06/09
Public Corporations Act 1993	14/12/93
Public Finance and Audit Act 1987.....	20/10/97
Rural Advances Guarantee Act 1963	20/10/97
Stamp Duties Act 1923.....	13/2/97
State Bank (Corporatisation) Act 1994	12/5/94
State Bank of South Australia Act 1983 ^(a)	14/12/93
Succession Duties Act 1929	13/2/97
Superannuation Funds Management Corporation of South Australia Act 1995.....	13/2/97

(a) Repealed 17 January 2013.

Minister for Business Services and Consumers

	Committed
No acts administered	

Minister for Industrial Relations

	Committed
No acts administered	

Minister for Health and Ageing

Committed

Motor Vehicle Accidents (Lifetime Support Scheme) Act 2013	20/6/2013
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Minister for Finance

Committed

ASER (Restructure) Act 1997	21/10/11
Benefit Associations Act 1958	21/10/11
Electricity Corporations Act 1994	21/10/11
Electricity Corporations (Restructuring and Disposal) Act 1999	21/10/11
Financial Agreement Act 1994	21/10/11
First Home Owner Grant Act 2000	21/10/11
Governors' Pensions Act 1976	21/10/11
Hindmarsh Island Bridge Act 1999	21/10/11
Judges' Pensions Act 1971	21/10/11
Motor Vehicles Act 1959 ^(a)	
National Wine Centre (Restructuring and Leasing Arrangements) Act 2002	21/10/11
Parliamentary Superannuation Act 1974	21/10/11
Petroleum Products Regulation Act 1995	21/10/11
Police Superannuation Act 1990	21/10/11
SGIC (Sale) Act 1995	21/10/11
South Australian Timber Corporation Act 1979	21/10/11
South Australian Timber Corporation (Sale of Assets) Act 1996	21/10/11
Southern State Superannuation Act 2009	21/10/11
State Lotteries Act 1966	21/10/11
State Procurement Act 2004	21/10/11
Superannuation Act 1988	21/10/11
Supplementary Financial Agreement (Soldiers Settlement Loans) Act 1934 ^(b)	21/10/11
Tab (Disposal) Act 2000	21/10/11
Taxation Administration Act 1996	21/10/11
Unclaimed Moneys Act 1891	21/10/11
Unclaimed Superannuation Benefits Act 1997	21/10/11
Westpac/Challenge Act 1996	21/10/11

(a) The Minister for Finance has been delegated the functions and powers under sections:

- Section 101 (Approved Insurers) which includes Ministerial powers to invite and approve insurers to provide third party insurance
- Section 115 (Claims against Nominal Defendant where vehicle not identified), which includes Ministerial obligations in relation to claims against the nominal defendant
- Section 116 (Claim against Nominal Defendant where vehicle uninsured) which includes Ministerial powers in relation to recoveries by the nominal defendant
- Section 116A (Appointment of Nominal Defendant) which includes Ministerial powers to appoint the nominal defendant
- Section 118A (Appointment of nominal defendant where approved insurer is in liquidation or enters into compromise with creditors) which includes Ministerial powers in relation to an insurer that is being wound up
- Section 119 (Scheme under which approved insurers indemnify liabilities incurred by nominal defendant) which includes Ministerial powers to establish a scheme to satisfy claims against the nominal defendant
- Section 126A (Claim for compensation) which includes new Ministerial powers to approve the manner and form of a CTP claim
- Section 128 (Duty of insurers to furnish information) which includes Ministerial powers to require information from insurers
- Section 129 (Inquiries into premiums) which includes Ministerial powers to appoint a committee to inquire into and determine CTP premiums and nominate persons to the committee, and obligations to lay determinations of the committee before Parliament
- Section 134 A (Review of Scheme) which is a newly inserted section which includes Ministerial obligations to review the CTP scheme if Class 1 premiums exceed a prescribed percentage of State average weekly earnings.

(b) Act of limited application.

Appendix 2 — Major boards and committees

- Distribution Lessor Corporation
- Electricity Industry Superannuation Board
- Essential Services Commission of SA
- Generation Lessor Corporation
- Motor Accident Commission
- Police Superannuation Board
- South Australian Asset Management Corporation (SAAMC)^(a)
- South Australian Government Financing Advisory Board (SAFA)
- South Australian Parliamentary Superannuation Board
- South Australian Superannuation Board
- Southern Select Superannuation Corporation Board
- State Procurement Board
- Superannuation Funds Management Corporation of South Australia Board (Funds SA)
- Transmission Lessor Corporation
- Veterans Advisory Council

(a) Following the repeal of the *State Bank of South Australia Act 1983*, the South Australian Asset Management Corporation was dissolved 17 January 2013.

Appendix 3 — Management of human resources

Employee numbers, gender and status

Employee numbers

	Persons	FTEs
Total number of employees as at 30 June 2013	729	684.79
Female %	50.62	48.08
Male %	49.38	51.92

Recruitment and separations during 2012–13

	Persons
Number of employees recruited to agency	78
Number of employees separated from agency	130

Leave without pay

	Persons
Number of persons on leave without pay as at 30 June 2013	29

Number of employees by salary bracket (as at 30 June 2013)

	Male	Female	Total
\$0–\$53 199	45	39	84
\$53 200–\$67 699	93	146	239
\$67 700–\$86 599	93	113	206
\$86 600–\$109 299	89	62	151
\$109 300 +	40	9	49
Total	360	369	729

Employee status by FTE (as at 30 June 2013)

	Ongoing	Short term contract	Long term contract	Casual	Total
Female	262.08	50.27	15.9	0.99	329.24
Male	279.13	30.4	45.5	0.52	355.55
Total	541.25	80.67	61.4	1.51	684.79

Employee status by number of persons (as at 30 June 2013)

	Ongoing	Short term contract	Long term contract	Casual	Total
Female	299	52	17	1	369
Male	282	31	46	1	360
Total	581	83	63	2	729

Number of Executives by status in current position, gender and classification (as at 30 June 2013)

Classification	Ongoing		Term		Other		Total		Total
	F	M	F	M	F	M	F	M	
EXEOA	—	—	—	—	—	—	—	—	—
EXECOB	—	—	—	—	—	—	—	—	—
EXECOF	—	—	—	1	—	—	—	—	1
SAES1	—	—	5	32	—	—	—	—	37
SAES2	—	—	2	5	—	—	—	—	7
Total	—	—	7	38	—	—	—	—	45

Leave management

	2009–10	2010–11	2011–12	2012–13
Average number of sick leave days taken per FTE	8.9	9.8	7.5	8.4
Average number of family carer's leave days taken per FTE	0.9	1.0	1.0	1.1
Average number of special leave with pay days taken per FTE for individual needs and responsibilities	0.6	0.6	0.9	0.9
Total average leave per FTE	10.4	11.4	9.4	10.4

Workforce diversity

Age profile (as at 30 June 2013)

Age	Female	Male	Total	% of total	2013 workforce benchmark (%) ^(a)
15–19	1	0	1	0.14	6.2
20–24	14	7	21	2.88	9.7
25–29	49	34	83	11.39	10.9
30–34	49	41	90	12.35	9.8
35–39	68	55	123	16.87	10.1
40–44	62	54	116	15.91	11.8
45–49	50	50	100	13.72	11.2
50–54	34	41	75	10.29	11.3
55–59	30	42	72	9.88	9.0
60–64	11	30	41	5.62	6.1
65 +	1	6	7	0.96	3.7
Total	369	360	729	100	

(a) Source: Australian Bureau of Statistics Australian Demographic Statistics, 6291.0.55.001 Labour Force Status (ST LM8) by sex, age, state, marital status — employed — total from Feb78 Supertable, South Australia at May 2010.

Aboriginal and Torres Strait Islander Employees (as at 30 June 2013)

	Aboriginal staff	Total staff	% of agency employees ^(a)
\$0–\$53 199	1	84	1.19
\$53 200–\$67 699	3	239	1.26
\$67 700–\$86 599	1	206	0.49
\$86 600–\$109 299	1	151	0.66
\$109 300 +	—	49	-
Total	6	729	0.82

(a) South Australia's Strategic Plan target is 2%.

Cultural and linguistic diversity (as at 30 June 2013)

	Female	Male	Total	% of agency	% of SA community ^(a)
Number of employees born overseas	52	47	99	13.58	22.1
Number of employees who speak language(s) other than English at home	43	29	72	9.88	14.4

(a) Benchmarks from Australian Bureau of Statistics Publication — Basic Community Profile (SA) Cat No. 2001.0, 2006 census.

Disability

	Female	Male	Total	% of agency employees
Number of employees identifying with disabilities (according to Commonwealth DDA definition)	7	10	17	2.3

Disability types

	Female	Male	Total	% of agency employees
Disability requiring workplace adaptation	9	7	16	2.21
Physical	3	1	4	0.5
Intellectual	—	—	—	—
Sensory	2	—	2	0.3
Psychological/psychiatric	1	1	2	0.3
Other	—	—	—	—
Total	15	9	20	3.31

Number of employees using voluntary flexible working arrangements

	Female	Male	Total
Purchased leave	5	7	12
Flexitime	340	300	640
Compressed weeks	—	—	—
Part-time	116	19	135
Job share	18	1	19
Working from home	5	1	6

Documented review of individual performance management^(a)

	% workforce
Employees with a plan reviewed within the past 12 months	100
Employees with a plan older than 12 months	—
Employees with no plan	—

Training and development

Leadership and management training expenditure

	Total cost \$	% of total salary expenditure
Total training and development expenditure	1 450 458	2.15
Total leadership and management development	35 385	0.05

Accredited training packages by classification

This information is not available.

Occupational health and safety statistics

OHS Notices and corrective action taken

Number of notifiable occurrences pursuant to OHS&W Regulations Part 7 Division 6	—
Number of notifiable injuries pursuant to OHS&W Regulations Part 7 Division 6	—
Number of notices served pursuant to OHS&W Act s35, s39 and s40 (default, improvement and prohibition notices)	—

Agency gross^(a) workers compensation expenditure for 2012–13 compared with 2011–12^(b)

Expenditure	2012–13 \$'000	2011–12 \$'000	Variation +(-) \$'000	% Change +(-)
Income maintenance	65	122	-57	-47
Lump sum settlements redemptions — section 42	80	—	80	100
Lump sum settlements permanent disability — section 43	17	7	10	143
Medical/hospital costs combined	49	47	2	4
Other	11	16	-5	-31
Total claims expenditure	222	192	30	16

(a) Before third party recovery.

(b) Information available from IDEAS RS/SIMS (for detailed advice on data extraction contact PSWR).

Meeting safety performance targets^(a)

	Base: 2009–10	Performance — 12 months to end of June 2013 ^(b)			2015 target
	No. or %	Actual	Notional quarterly target	Variation	No. or %
1. Workplace fatalities	—	—	—	—	—
2. New workplace injury claims	9	4	8	-4	7
3. New workplace injury claims frequency rate	6.13	3.35	5.21	-1.86	4.60
4. Lost time injury frequency rate ^(c)	2.72	2.51	2.32	0.20	2.04
5. New psychological injury claims	0.68	0.82	0.58	0.24	0.51
6. Rehabilitation and return to work:					
a. Early assessment within 2 days	44.44%	50.00%	80.00%	-30.00%	80% or more
b. Early intervention within 5 days	100.00%	100.00%	90.00%	10.00%	90% or more
c. Days lost <= 10 days	75.00%	0.00%	60.00%	-60.00%	60% or more
7. Claim determination:					
a. Claims determined for provisional liability in 7 calendar days ^(d)	25.00%	100.00%	100.00%	0.00%	100%
b. Claims determined in 10 business days	62.50%	20.00%	75.00%	-55.00%	75% or more
c. Claims still to be determined after 3 months	12.50%	0.00%	3.00%	-3.00%	3% or less
8. Income maintenance payments for recent injuries:					
a. 2011–12 injuries (at 24 months development)		\$163 663.73	\$14 569.76	\$149 093.97	Below previous 2 years average
b. 2012–13 injuries (at 12 months development)		\$64 461.09	\$66 611.55	-\$2 150.46	Below previous 2 years average

(a) Information available from IDEAS RS/SIMS (SWIPS target report).

(b) Except for target 8, which is YTD, targets 5, 6c, 7b and 7c, performance is measured up to the previous quarter to allow reporting lag.

(c) Based on cumulative reduction from base at a constant quarterly figure.

(d) This is the frequency of lost-time injury/disease for each one million hours worked. This frequency rate is calculated for benchmarking and is used by the WorkCover Corporation. Lost Time Injury frequency rate (new claims): Number of new cases of lost time injury/disease for year x 1 000 000 number of hours worked in the year.

Carers Recognition Act reporting

While the department is not required to report on compliance with section 6 of the *Carers Recognition Act 2005*, this task is carried out voluntarily and a report is provided to the Office for Carers in the Department for Communities and Social Inclusion.

Disability Action Plan

This section details the performance of the department against the six outcome areas of the whole of government policy 'Promoting Independence — Disability Action Plans for South Australia'. The Human Resources and Health and Safety Committee (HRHSC) is responsible for implementing and monitoring the department's Disability Action Plan in line with the State Strategic Plan Targets.

Outcome 1 — Access to Services

Portfolios and their agencies are to ensure access to their services and facilities to people with disabilities.

As part of the department's accommodation strategy, tenancies are being modified in line with Government Office Accommodation Guidelines and Work Health and Safety requirements. This is an ongoing process and includes the provision of suitable facilities for people with disabilities.

As a tenant of leased accommodation, the department relies on the Department for Planning, Transport and Infrastructure to conduct access audits of all existing and new tenancies.

Disability access considerations are incorporated into the department's strategic accommodation planning and priority is given to addressing any issues identified for rectification.

Specific workplace modifications continue to be undertaken to provide employment opportunities for people with disabilities.

Outcome 2 — Information is inclusive

Portfolios and their agencies ensure that information and communication about services and programs is inclusive of people with disabilities.

The department's Disability Action Plan (DAP) incorporates the requirement for publications to be accessible to people with disabilities. The department has adopted the whole of government branding guidelines for publications to ensure accessibility to services. The Worldwide Web Consortium (W3C) Web Content Accessibility Guidelines (WCAG1.0) have been used for over ten years as the main international benchmark for website accessibility for people with disability, and specialists in this field have been engaged to ensure recent departmental website upgrades comply with these guidelines.

The Disability Awareness section on the intranet provides useful links and information that can assist staff in relation to locating services, news items and publications, including the department's current DAP, and information on the National Disability Insurance Scheme.

Staff are supported to attend workshops to develop skills and understanding of the standards and legislative requirements relating to accessibility for people with disabilities. Individual branches provide interpreting services as required to members of the public and information in alternative formats when issuing correspondence, accounts etc.

DTF Corporate Human Resources continues to work closely with branches and Disability Works Australia in recruiting people with disabilities for vacancies at all levels in the department.

Outcome 3 — Disability awareness

Portfolios and their agencies deliver advice or services to people with disabilities with awareness and understanding of issues affecting people with disabilities.

The Disability Awareness Training program, aimed at increasing general awareness and understanding of people with disabilities, has continued to deliver information to staff and managers throughout the department. The program is ongoing and mandated to ensure that all staff have the opportunity to participate and provide feedback on issues relevant to their workplace. In 2013, Disability Awareness Training has been converted to an online format and made available through the OurDevelopment online learning management system. Including the face to face Disability Awareness Training offered in 2012, 207 employees have completed disability awareness training this reporting period.

The government's Promoting Independence: Disability Action Plans for South Australia booklet on 'Breaking Down the Barriers' has been promoted to senior management and staff via the intranet to facilitate further understanding of whole of government achievements for the past 10 years.

Outcome 4 — Consultation and complaints process

Portfolios and their agencies provide opportunities for consultation with people with disabilities on service delivery and in the implementation of complaints and grievance mechanisms.

The department has Grievance Resolution and Fair Treatment in the Workplace policies that are available and communicated to all staff through the intranet site, through departmental induction for new starters and disability awareness training.

There are established mechanisms to provide direct feedback to service areas of the department. The department's service areas also regularly survey clients on service delivery issues.

Feedback is encouraged and sought on improvements in the workplace to support people with disabilities. Consultation also takes place with employees who have disclosed a disability to enhance work practices, workplace modifications and service delivery.

Outcome 5 — Compliance with relevant Acts

Each Portfolio Chief Executive will ensure that their portfolio has met the requirements of the *Disability Discrimination Act 1992* and the *Equal Opportunity Act 1994*.

The department's DAP is based on the six outcomes areas and is framed to ensure that it meets the requirements of the Commonwealth's *Disability Discrimination Act 1992* and South Australia's *Equal Opportunity Act 1984*. The plan has been registered on the Human Rights and Equal Opportunity Commission, Disability Rights Section and is transparent in terms of what the department has committed itself to achieving, and its implementation approach. The DAP is provided in a format suitable for access online.

Outcome 6 — Increase Employment Rates (SASP Target T50)

South Australia's Strategic Plan target (T50) is to 'increase by 10 per cent the number of people with a disability employed in South Australia by 2020 (baseline:2009)'.

The department's DAP outlines its strategy and actions, which contribute to the SASP target and the department monitors its performance accordingly. Supporting this, the department adopts the process outlined in Commissioner's Determination 1 Merit, Engagement, Assignment of Duties and Transfer of Non-Executive Employees with regards to employment considerations (Public Sector Special Employment Programs — Disability Employment Register).

Human resource procedures and processes for filling vacancies are discussed with managers and their administrative support staff, to ensure full consideration is given to the employment of people with disabilities, when vacancies for either short or long term duration occurs. Information on procedures and processes are also incorporated into Recruitment and Selection Training, and resources such as the 'Employment of People with a Disability' fact sheet are available on the department's intranet.

The department's role descriptions have been assessed and criteria modified to ensure language used is inclusive.

All Human Resource Account Managers have received training in recruitment and selection of people with disabilities. In addition, training in equal employment opportunity, occupational health, safety and welfare, diversity and ethics is conducted on a cyclical basis. New and amended legislation is tabled for discussion with Human Resource Health and Safety Committee.

Appendix 4 — Account payment performance*

Treasurer's Instruction 11 requires agencies to pay all undisputed invoices within 30 days.

	Number paid	%	Amount paid
Paid by the due date	40 604	98.3	155 498 711
Paid less than 30 days after the due date	620	1.5	3 040 362
Paid more than 30 days after the due date	85	0.2	3 370 768
Total	41 309	100	161 909 841

*AP statistics cover DTF controlled and Administered.

Appendix 5 — Use of consultants*

Consultant	Purpose of consultancy	Number	Total \$
Value below \$10 000			
Various			
Subtotal		38	116 714
Value \$10 000–\$50 000			
PriceWaterhouseCoopers	Super SA Business Continuity Plan		
Mantra Australia Pty Ltd	To develop and implement a sustainable activity based costing (ABC) methodology and to define a best practice approach for Super SA to help balance cost, quality and service		
Stillwell Management Consultant Pty Ltd	Performance Management Project		
Brett and Watson Pty Ltd	Actuarial valuation fees undertaken as a requirement under AASB119 for employers to report their superannuation liability		
Poyry Forest Industry Pty Ltd	Technical adviser for the divestment of ForestrySA cutting rights project		
C B Bleby	Expert review of draft legislation for Compulsory Third Party Insurance Reform Project		
CQR Consulting Pty Ltd	Information security review — external vulnerability assessment		
Urbis Valuations Pty Ltd	Provision of valuation reports for two car parks (Women's and Children's Hospital and Union Street)		
PriceWaterhouseCoopers	Actuarial review of draft Lifetime Support Scheme rules prepared by Dyson Consulting Pty Ltd		
BDO Advisory (SA) Pty Ltd	Once-off review undertaken by the Casino Taskforce in relation to the current exclusivity arrangements between the Government of South Australia and the Adelaide Casino Pty Ltd		
Deloitte Touche Tohmatsu	Market Projects Unit Strategic Advisor — Individual Suitability Testing		
Brett and Watson Pty Ltd	Actuarial advice pertaining to Compulsory Third Party scheme reform to support the passage of the legislation through parliament		
Robert Patrick Smith	Forestry industry expert / commercial adviser to the independent expert process for divestment of ForestrySA		
Hall & Wilcox Lawyers	To prepare a trust deed and associated rules for a new taxed exempt public sector superannuation scheme		
McGrathNicol Forensic	Fraud risk assessment		
PriceWaterhouseCoopers	Develop and document a Business Continuity Management (BCM) Framework for the Department of Treasury and Finance		
Realtycorp Property Solutions	State Administration Centre precinct sale options study		
Subtotal		17	380 099

Value above \$50 000

Deloitte Touche Tohmatsu	Medvet valuation and strategic advice		
Ernst and Young	A review of proposed alterations to the <i>Workcover Legislation Act</i> and the potential impact of the proposed claims agent remuneration model in regards to the improvements to <i>Workers Compensation Act</i>		
KPMG	Development of ICT Strategic Plan 2012–2015		
KPMG	Independent RevenueSA information systems to enable compliance (RISTEC) review — quality assurance advisory role		
Advisory Consulting Employment Services Pty Ltd	Chair of the South East Forest Industry Roundtable providing recommendations regarding conditions of any forward sale and long-term viability of the South Australian timber industry		
PriceWaterhouseCoopers	To develop an insurance strategy, revised insurance product definition and to propose a future delivery model for Super SA's insurance products		
KPMG	Accounting and tax adviser for the divestment of ForestrySA cutting rights project		
KPMG	Scoping study for potential asset divestment		
Ernst & Young	Internal audit and compliance plan for Super SA		
Finity Consulting Pty Ltd	Insurance claims valuations and actuarial services		
BDO Advisory (SA) Pty Ltd	Probity adviser for the ForestrySA, SA Lotteries, property sales, Austraining and Medvet projects. This company was formerly known as PKF Corporate (SA) Pty Ltd		
Deloitte Touche Tohmatsu	Provision of strategic advice to the Market Projects Unit		
Ernst & Young	ForestrySA independent analysis and expert assessment regarding log pricing		
Ernst & Young	SA Lotteries accounting and tax adviser		
UBS AG	Sales adviser for the divestment of ForestrySA cutting rights project		
Investec Bank (Aust) Limited	SA Lotteries transaction adviser		
Subtotal		16	15 112 743
Total		71	15 609 556

Note: Payments to consultants include amounts paid and payable at 30 June 2013.

* Controlled only

Appendix 6 — Overseas travel

Destination	Number of employees	Reason for travel	Travel costs \$
United Kingdom, Germany and Switzerland	1	Renewal of state's catastrophe reinsurance program for 2012–13.	4 447
Germany, Spain, France and United Kingdom	3	Support Minister in a range of defence related functions and meetings to elicit investment interest from leading European contenders for SEA 1000 (Future Submarine Project) and Land 400 (land Combat Vehicle Systems).	28 444
United States of America	1	To attend the Governor's Executive Development Program, to meet with executives from Council on Virginia's Future, and to meet with executives of the University of Texas.	14 300
Hong Kong, Korea, Japan, Singapore, and Malaysia	2	To meet with SAFA investors and to attend Citibank's Asia Pacific Fixed Interest Conference.	16 376
Austria	2	To represent the Government of South Australia in Vienna at Velo City, a conference for cycling experts, covering fields such as road safety, society and culture, the environment, health, and economics.	24 501
Total	9		88 068

Appendix 7 — Fraud, corruption and maladministration control

The department is not aware of any actual, suspected or alleged fraudulent activity affecting the department in 2012–13.

There have been no 'public interest disclosures' to a responsible officer of the agency under the *Whistleblowers Protection Act 1993* during 2012–13.

Fraud, Corruption and Maladministration Control Framework

The department's Fraud, Corruption and Maladministration Control Framework consists of the:

- Fraud, Corruption and Maladministration Prevention Policy
- Fraud, Corruption and Maladministration Reporting Procedure
- Whistleblowers Policy
- Whistleblowers Procedure.

Fraud and corruption prevention policy and reporting procedure

This policy and procedure was last updated in April 2013 and reflects the requirements of the Australian Standard *AS 8001:2008 Fraud and Corruption Control (AS 8001:2008)* and requirements under the *Independent Commissioner Against Corruption Act 2012*.

Its purpose is to formalise and communicate the processes for preventing, detecting and responding to fraud, corruption and maladministration within the department.

Whistleblowers policy and procedure

This policy and procedure was last updated in April 2013 to reflect the requirements of Commissioner for Public Employment Standard 4 and Australian Standard *AS 8004-2003 Whistleblower Protection Programs for Entities*.

The purpose of this policy and procedure is to formalise and communicate the process for disclosure of maladministration and waste in the public sector, corrupt or illegal conduct generally and to make potential informants feel comfortable and protected should they have a matter to raise.

Fraud Risk Assessment

The department conducts a detailed Fraud Risk Assessment every three years.

McGrathNicol was engaged in May 2013 to undertake a Fraud Risk Assessment. The findings from the assessment form the basis of the department's fraud and corruption control plan for the next three years.

The results from the Fraud Risk Assessment were very positive, revealing the department takes the risk of fraud seriously and generally has a robust control environment to assist in the prevention and detection of fraud.

Internal Audit and Risk Management

Audit and Risk Management Services has an annual risk-based internal audit program that focuses on key business processes and risk areas of the department.

The department's Risk Management Policy prescribes how risks will be identified, prevented, managed, monitored and treated. The department has incorporated risk management into strategic and business planning processes. Through this process, branches consider all risks within their area of operations which includes the risk of fraud. Branch risks are documented in Branch Risk Registers. All high and extreme risks that have a whole of department impact are reported at least annually to the Audit and Risk Committee and to the Under Treasurer.

Appendix 8 — Greening of government operations

Energy management

The energy use of the Department of Treasury and Finance consists primarily of light and power in leased office accommodation within the central business district of Adelaide. The major building occupied is the State Administration Centre. The department uses approximately 0.1 per cent of government's total energy use.

The department also supports the Treasurer in the administration of the electorate offices of state members of parliament. These offices are located throughout South Australia in small, leased shop front premises and multi-tenanted shopping complexes, with limited opportunities for energy savings.

The department provides support to the Minister for Finance and has been included in this year's annual report for the first time.

Energy performance

2000–01 base year^(a)

Energy usage	12 220 GJ equating to 3418 tonnes of CO ₂
Total staff	1019.1 FTEs
Energy efficiency ^(b)	11.99 GJ per FTE

2012–13 reporting year

Energy usage	7605.99 GJ
Total staff ^(c)	912.15
Energy efficiency	8.33 GJ per FTE

2013–14 target

Energy efficiency	8.99 GJ per FTE
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- (a) Energy efficiency is defined as the energy used per unit of business measure. The department is using the business measure of number of full time equivalents (FTE employees).
- (b) The 2013–14 target is calculated on a 25% improvement in energy efficiency (2000–01) by 2013–14. 2010–11 is the tenth year of expected reduction in energy usage towards target. This is inline with South Australia's Strategic Plan Target 61 — Energy efficiency: government buildings — improve the energy efficiency of government buildings by 30% from 2000–01 levels by 2020. This footnote has been updated to reflect new target number and requirements. It previously read "This is in line with South Australia's Strategic Plan Target T3.13 — Improve the energy efficiency of government buildings by 25% from 2000–01 levels by 2014."
- (c) Includes Department of Treasury and Finance, portfolio agencies and electorate office staff.

Energy management achievements against the Energy Efficiency Action Plan

Achievements during 2012–13 include:

- continued employee awareness of energy efficiency
- complete the installation of fixed timers to above bench boiling hot water units within the State Administration Centre
- completed delamping floors within the State Administration Centre.

Future energy saving initiatives include:

- continue to delamp other DTF tenancies where practical
- continue to investigate more efficient lighting systems.

Appendix 9 — Freedom of Information statement

Information statement

The *Freedom of Information Act 1991* (FOI Act) gives members of the public and Members of Parliament a legally enforceable right to access information held by the Government of South Australia's agencies, subject to certain exemptions. A comprehensive introduction to freedom of information can be found on the State Records website at www.archives.sa.gov.au/foi.

Under Section 9(2) of the FOI Act, the Government of South Australia's agencies must publish an up-to-date information statement every 12 months. Information statements must be published in the agency's annual report, on a website maintained by the agency, or both. The Department of Treasury and Finance's current Information Statement is available at www.treasury.sa.gov.au.

Statistics 2012–13

The department received 354 FOI applications in 2012–13. Requests came from:

Members of parliament	333
Media	5
Private businesses	11
Members of the public	5
Total	354

Applications for six internal reviews were also received.

Making an application

Applications under the FOI Act, either for access to information or to amend official records about personal affairs, must be made in accordance with the requirements of the Act. Applications must be made in writing, provide an Australian address for correspondence, describe the documents, state that the application is made under the *Freedom of Information Act 1991* and be accompanied by the prescribed application fee of \$31.50 (from 1 July 2013). A fee reduction/waiver may be granted in certain circumstances.

Further details can be found at www.archives.sa.gov.au/foi or by contacting:

The Accredited FOI Officer
Department of Treasury and Finance
GPO Box 1045
ADELAIDE SA 5001

Telephone 8226 2774

Email Freedomofinformation2@sa.gov.au

Documents can be made available for inspection at:

The Team Leader, Freedom of Information
Level 3, State Administration Centre
200 Victoria Square
ADELAIDE SA 5000

Telephone 8226 2774

9:00 am to 5:00 pm Monday to Friday