APPENDIX 6 HUMAN RESOURCES STATISTICS 2004-05

	Headcount											
	Male	Female	Total	Ratio F:M	FTE's (Excl Cas.)	Full Time	Part Time	Casual	Avg Age	Avg Service Yrs	LWOP
Beginning of Financial Year	10	17	27	1.70:1.00	25.16	23	4		40.16	8.16	1
Terminated During Year		5	5		4.4	3	2				
Commenced During Year		4	4		3.4	2	2				
End of Financial Year	10	16	26	1.60:1.00	24.16	22	4	0	42.2	8.92	1
% Turnover	0.00%	29.41%	18.52%		17.49%	13.04%	50.00%				

Number of employees of age > 48 years	2	6	8	3.00:1.00
Number of employees within 2 years of next LSL entitlement	3	3	6	1.00:1.00
Employees with current LSL Ent	5	5	10	1.00:1.00

Training	
Courses attended	75
as a % of total staff	288.46%

Workers Compensation	
Claims	1
as a % of total staff	3.85%

Average time to fill vacancies:
three weeks from the time the advertisement was placed

Employee Assistance Programme Usage (1 March to 28 February)
Parliament-wide: approximately 6% utilisation

Distribution of Salaries		
Level		**No of Staff**
Level 1		1
Level 2		3
Level 3		5
Level 4		2
Level 5		3
Level 6		8
Level 7		
Level 8		
Level 9		2
Special Acts		2

Notes
Distribution of Salaries
Where an employee retains the annual salary received on a previous WPA, the Level assigned to that person is the nearest to their current annual salary

Where an employee is on a purchased leave arrangement, the Level assigned to that person is their substantive classification

Turnover is calculated by taking the terminated employees as a percentage of employees at the beginning of the year

APPENDIX 7 LEGISLATIVE COUNCIL STATEMENT OF FINANCIAL PERFORMANCE 2004-05

AUDITOR **GENERAL**

INDEPENDENT AUDIT OPINION

To the Parliament of Western Australia

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

Audit Opinion
In my opinion,

(i) the controls exercised by the Administration of the Legislative Council provide reasonable assurance that the receipt and expenditure of moneys, the acquisition and disposal of property, and the incurring of liabilities have been in accordance with legislative provisions; and

(ii) the financial statements are based on proper accounts and present fairly in accordance with applicable Accounting Standards and other mandatory professional reporting requirements in Australia and the Treasurer's Instructions, the financial position of the Legislative Council at 30 June 2005 and its financial performance and cash flows for the year ended on that date.

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

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

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

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

D D R PEARSON
AUDITOR GENERAL
14 October 2005

Administration of the Legislative Council

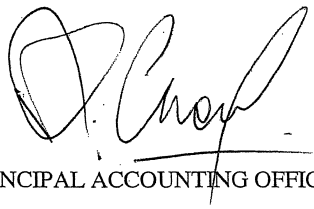
Certification of Financial Statements
For the year ended 30 June 2005

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

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

ACCOUNTABLE OFFICER

12th August 2005



PRINCIPAL ACCOUNTING OFFICER

12th August 2005

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Statement of Financial Performance
for the year ended 30 June 2005

	Note	2004/2005 ($000)	2003/2004 ($000)
COST OF SERVICES			
Expenses from ordinary activities			
Employee expenses	4	6 663	6 734
Supplies and services	5	368	304
Depreciation expense	6	3	4
Administration expenses	7	7 188	7 086
Accommodation expenses	8	199	176
Total cost of services		**14 421**	**14 304**
NET COST OF SERVICES		**14 421**	**14 304**
REVENUES FROM THE STATE OF WA	9		
Service appropriation		8 711	8 502
Liabilities assumed by the Treasurer		720	768
Resources received free of charge		4 970	5 099
Total revenues from State of WA		**14 401**	**14 369**
CHANGE IN NET ASSETS		**(20)**	**65**
Net increase/(decrease) in asset revaluation reserve		-	-
Total revenues, expenses and valuation adjustments recognised directly in equity		-	-
TOTAL CHANGES IN EQUITY OTHER THAN THOSE RESULTING FROM TRANSACTIONS WITH THE STATE OF WA AS OWNERS		**(20)**	**65**

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

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Statement of Financial Position
as at 30 June 2005

	Note	2004/2005 ($000)	2003/2004 ($000)
Current Assets			
Cash assets	**10**	109	150
Restricted cash assets	**11**	-	57
Receivables	**12**	9	10
Other assets	**13**	13	13
Total Current Assets		**131**	**230**
Non-Current Assets			
Amounts receivable for services	**14**	130	115
Plant and equipment	**15**	117	120
Ceremonial assets and works of art	**16**	38	36
Total Non-Current Assets		**285**	**271**
TOTAL ASSETS		**416**	**501**
Current Liabilities			
Payables	**17**	56	32
Provisions	**18**	414	371
Other liabilities	**19**	-	85
Total Current Liabilities		**470**	**488**
Non-Current Liabilities			
Provisions	**18**	62	111
Total Non-Current Liabilities		**62**	**111**
Total Liabilities		**532**	**599**
Equity	**20**		
Reserves		20	18
Accumulated deficit		(136)	(116)
Total Equity		**(116)**	**(98)**
TOTAL LIABILITIES AND EQUITY		**416**	**501**

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

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Statement of Cash Flows
for the year ended 30 June 2005

	Note	2004/05 ($000) (OUTFLOWS) INFLOWS	2003/04 ($000) (OUTFLOWS) INFLOWS
CASH FLOWS FROM STATE OF WA			
Service appropriation		2 201	2 214
Other statutes		6 495	6 273
Net cash provided by State of WA		**8 696**	**8 487**
Utilised as follows:			
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments			
Employee costs		(5 708)	(5 572)
Superannuation		(326)	(301)
Supplies and services		(2 761)	(2 462)
GST payments on purchases		(81)	(59)
Receipts			
User charges and fees		-	-
GST receipts from taxation authority		82	54
Net cash used in operating activities	**21(b)**	**(8 794)**	**(8 340)**
Net increase/(decrease) in cash held		**(98)**	**147**
Cash assets at the beginning of the financial year		**207**	**60**
CASH ASSETS AT THE END OF THE FINANCIAL YEAR	**21(a)**	**109**	**207**

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

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Summary of Consolidated Fund Appropriations and Revenue Estimates for the year ended 30 June 2004

	2004/05 Estimate $000's	2004/05 Actual $000's	Variance $000's	2004/05 Actual $000's	2003/04 Actual $000's	Variance $000's
DELIVERY OF SERVICES						
Item 1 Net amount appropriated to deliver services	2 107	2 216	(109)	2 216	2 229	(13)
Amount Authorised by Other Statutes						
- Salaries and Allowances Act 1975	6 311	6 495	(184)	6 495	6 273	222
Total appropriations provided to deliver services	**8 418**	**8 711**	**(293)**	**8 711**	**8 502**	**209**
Details of expenditure by services						
Administration and Procedural Support to the Legislative Council, its Members and Committees	13 775	14 421	(646)	14 421	14 304	117
Less total revenues from ordinary activities	-	-	-	-	-	-
Net cost of services	13 775	14 421	(646)	14 421	14 304	117
Adjustments (i)	(5 357)	(5 710)	353	(5 710)	(5 802)	92
Total appropriations provided to deliver services	**8 418**	**8 711**	**(293)**	**8 711**	**8 502**	**209**

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

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

Explanations of variations between the current year estimates and actual results and actual results compared with immediately preceding year are set out in Note 26.

This Summary provides the basis for the Explanatory Statement information requirements of Treasurer's Instruction 945.

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

1. Departmental mission and funding

The Department's mission is to provide professional, advisory and administrative support to the President, Ministers, Members and Officers of the Legislative Council and its Committees.

The Department is funded by Parliamentary appropriation.

2. Significant Accounting Policies

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

General Statement

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

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

Basis of Accounting

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

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

(a) Service Appropriations

Service Appropriations are recognised as revenues in the period in which the Department gains control of the appropriated funds. The Department gains control of appropriated funds at the time those funds are deposited into the Department's bank account or credited to the holding account held at the Department of Treasury and Finance. Refer to note 16 for further commentary on service appropriations.

(b) Contributed Equity

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

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

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

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

In accordance with the determination, the Department retained nil in 2004/05 (nil in 2003/04).

Retained revenues may only be applied to the services specified in the 2004/2005 Budget Statements.

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

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

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

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

(f) Depreciation of non-current assets
All non-current assets having a limited useful life are systematically depreciated over their estimated useful lives in a manner which reflects the consumption of their future economic benefits.
Depreciation is calculated on the straight line basis), using rates which are reviewed annually. Expected useful lives for each class of depreciable asset are:

Plant & Equipment	5 to 40 years

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

(g) Revaluation of Assets

The Department has a policy of valuing assets at fair value. The revaluations are recognised in the financial statements.

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

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

derived from the leased property.

The Department has not entered into any finance leases.

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

(j) Accrued Salaries
The accrued salaries suspense account (refer note 13) consists of amounts paid annually into a suspense account over a period of 10 financial years to largely meet the additional cash outflow in each eleventh year when 27 pay days occur in that year instead of the normal 26. No interest is received on this account.

Accrued salaries (refer note 21) represent the amount due to staff but unpaid at the end of the financial year, as the end of the last pay period for that financial year does not coincide with the end of the financial year. Accrued salaries are settled within a few days of the financial year end. The Department considers the carrying amount of accrued salaries to be equivalent to the net fair value.

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

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

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

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

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

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

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

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

(GESB).

The superannuation expense comprises the following elements:

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

(ii) employer contributions paid to the Gold State Superannuation Scheme and the West State Superannuation Scheme.

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

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

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

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

Employee benefit on-costs
Employee benefit on-costs are recognised and included in employee benefit liabilities and costs when the employee benefits to which they relate are recognised as liabilities and expenses. (See notes 4 and 20).

(n) Resources Received Free of Charge or For Nominal Value
Resources received free of charge or for nominal value which can be reliably measured are recognised as revenues and as assets or expenses as appropriate at fair value.

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

(p) Rounding of amounts
Amounts in the financial statements have been rounded to the nearest thousand dollars, or in certain cases, to the nearest dollar.

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

3. Services of the Department

The Legislative Council has one service, the objective of which is to provide procedural, protocol, advisory and administrative support to the President, Ministers, Members and Officers of the Legislative Council and its Committees.

	2004/05 ($000)	2003/04 ($000)
4. Employee Expenses		
Salaries and Allowances Act 1975		
Salaries	4 297	4 141
Superannuation	912	934
Long service leave	57	6
Annual leave	90	17
Other related expenses(i)	11	3
	5 367	5 101
Parliamentary Support		
Wages and salaries	1 128	1 269
Superannuation	134	139
Long service leave	(41)	53
Annual leave	61	150
Other related expenses(i)	14	22
	1 296	1 633
	6 663	6 734

(i) These employee expenses include superannuation and workers compensation premiums associated with the recognition of annual and long service leave liability. The related on-costs liability is included in employee benefit liabilities at Note 20. The expense charged for the 2004/05 year reflects the appropriate percentage of the annual and long service provision accounts.

5. Supplies and services		
Consultants and contractors	6	89
Repairs and maintenance	-	1
Travel	140	64
Other	222	150
	368	304

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

		2004/05 ($000)	2003/04 ($000)
6.	**Depreciation Expense**		
	Depreciation Expense		
	Plant and Equipment	3	4
7.	**Administration Expenses**		
	Communications	119	16
	Consumables	123	86
	Maintenance	2	-
	Other Staff Costs	90	90
	Resources received free of charge (see note 11)	4 970	5 099
		5 304	5 291
	Member allowances		
	Salaries and Allowances Act 1975	1 884	1 795
		7 188	7 086
8.	**Accommodation Expenses**		
	Lease rentals	180	158
	Rates	19	18
		199	176
9.	**Revenues from State of WA**		
	Appropriation revenue received during the year		
	Salaries and Allowances Act 1975	6 495	6 273
	Service Appropriations (I)	2 216	2 229
		8 711	8 502
	The following liabilities have been assumed by the Treasurer during the financial year:		
	Superannuation (II)		
	Salaries and Allowances Act 1975	713	761
	Parliamentary Support	7	7
		720	768

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

	2004/05 ($000)	2003/04 ($000)
9. Revenues from State of WA (...cont)		
Resources received free of charge (III)		
Determined on the basis of the following estimates provided by agencies -		
Parliamentary Services Department	4 970	5 099
	14 401	14 369

Net cost of services of the Parliamentary Services Department have been apportioned on the basis of 34 Members of the Legislative Council and 57 Members of the Legislative Assembly.

I. Service appropriations are accrual amounts reflecting the full cost of Services delivered. The appropriation revenue comprises a cash component and a receivable (asset). The receivable (holding account) comprises the depreciation expense for the year and any agreed increase in leave liability during the year.

II. The assumption of the superannuation liability by the Treasurer is only a notional revenue to offset the notional superannuation expense reported in respect of current employees who are members of the pension scheme and current employees who have a transfer benefit entitlement under the Gold State scheme.

III. Where assets or services have been received free of charge or for nominal consideration, the Department recognises revenues (except where the contributions of assets or services are in the nature of contributions by owners in which case the Department shall make a direct adjustment to equity) equivalent to the fair value of the assets and/or the fair value of those services that can be reliably determined and which would have been purchased if not donated, and those fair values shall be recognised as assets or expenses, as applicable.

	2004/05 ($000)	2003/04 ($000)
10. Cash Assets		
Operating Account	109	150
11. Restricted Cash Assets		
Accrued Salary Suspense Account Current	-	57

Amount held in suspense account is only to be used for the purpose of meeting the 27th pay in a financial year which occurs every 11 years. This occurred in 2004/05.

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

	2004/05 ($000)	2003/04 ($000)
12. Receivables		
GST receivable	9	10
13. Other assets		
Prepayments	13	13
14. Amounts receivable for services		
Current	-	-
Non-Current	130	115
	130	115

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

15. Plant and Equipment

Plant and Equipment		
At cost	135	135
Accumulated Depreciation	(18)	(15)
	117	120
TOTAL		
At cost	135	135
Less Accumulated Depreciation	(18)	(15)
	117	120

Reconciliations:

Reconciliations of the carrying amounts of Plant and Equipment, Ceremonial Assets and Works of Art at the beginning and end of the current financial year are set out below.

	Plant & Equipment	Ceremonial Assets	Works of Art	Total
Carrying amount at start of year	120	18	18	156
Additions	-	-	-	-
Revaluation Increments	-	-	2	2
Depreciation	(3)	-	-	(3)
Carrying amount at end of year	117	18	20	155

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ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

	2004/05 ($000)	2003/04 ($000)
16. Ceremonial Assets & Works of Art		
Ceremonial Assets		
At Valuation	18	18
Works of Art		
At Valuation	20	18
	38	36

The valuation of ceremonial assets is in accordance with an independent valuation which was undertaken by Arthur Spartalis, Fine Art Dealer and Consultant, on the basis of current market value in July 1990.

The valuation of works of art is in accordance with an independent valuation which was undertaken by Joy Legge of the Joy Legge Art Consultancy, on the basis of current market value in June 2005.

17. Payables		
Trade payables	56	32
18. Provisions		
Current		
Annual Leave	191	163
Long Service Leave	186	175
Other (On-costs) (i)	37	33
	414	371
Non-Current		
Long Service Leave	56	
Other (On-costs) (i)	6	
	62	111

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

Employee Benefit Liabilities

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

Provision for employee entitlements		
Current	414	371
Non Current	62	111
	476	482

19. Other liabilities		
Accrued salaries	-	25
Deferred revenue	-	60
	-	85

Deferred Revenue is funding for the regional sitting of the Legislative Council in 2004/05.

ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

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

20. Equity

Liabilities exceed assets for the Department and there is therefore no residual interest in the assets of the Department. This deficiency arose through expenses such as depreciation and accrual of employee entitlements for leave not involving the payment of cash in the current period being recognised in the Statement of Financial Performance.

Accumulated deficit		
Opening Balance	(116)	(181)
Change in net assets resulting from operations	(20)	65
Closing Balance	(136)	(116)
Asset Revaluation Reserve (i)		
Opening balance	18	18
Revaluation increments	2	
Closing balance	20	18
Total Equity	(116)	(98)

(i) The asset revaluation reserve is used to record increments and decrements on the revaluation of non-current assets as set out in policy note (g).

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ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

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

1. Notes to the Statement of Cashflows

(a) Reconciliation of Cash

For the purpose of the Statement of Cash Flows, cash includes cash at bank and restricted cash. Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

Cash assets (refer note 12)	109	150
Restricted cash assets (refer note 13)	-	57
	109	207

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

Net cost of services	(14 421)	(14 304)
Non cash items:		
Depreciation and amortisation	3	4
Superannuation expense	720	768
Resources received free of charge	4 970	5 099
(Increase)/decrease in assets:		
Current receivables	1	-
Increase/(decrease) in liabilities		
Current payables	24	(23)
Other liabilities	(85)	40
Current provisions	43	52
Non-Current provisions	(49)	24
Net cash provided by/(used in) operating activities	(8 794)	(8 340)

22. Remuneration and Retirement Benefits of Senior Officers

The number of senior officers whose total salaries and other benefits received for the financial year falls within the following bands -

$110,001-$120,000	1	-
$140,001-$150,000	-	1
$180,001-$190,000	1	-
	2	1
The total of salaries and other benefits received for the financial year by Senior Officers from the Department.	291	144

No Senior Officers presently employed are members of the Superannuation and Family Benefits Act Scheme.

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ADMINISTRATION OF THE LEGISLATIVE COUNCIL
Notes to the Financial Statements
For the year ended 30 June 2005

23. Events Occurring After Reporting Date

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

24. Explanatory Statement

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

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

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

	2004/05 Estimate $000's	2004/05 Actual $000's	Variation $000's
Administrative and procedural support to the Legislative Council, its Members and Committees.	8 418	8 711	(293)

Resulting from increases in Members' salaries and allowances, additional funds for the Regional Parliament and wage related increases.

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

	2004/05 Actual $000's	2003/04 Actual $000's	Variation $000's
Total appropriation provided to deliver Services for the year	8 711	8 502	209

The appropriation increase from last financial year was provided for increases in Members' salaries and allowances, additional funds for the Regional Parliament and cost escalation.

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	2004/05 ($000)	2003/04 ($000)
25. Commitments for Expenditure		
Lease Commitments		
Lease commitments in relation to leases contracted for at the reporting date but not recognised as liabilities, payable as follows:		
- Within one year	101	170
- Later than one year but not later than five years	-	102
	101	272
Representing:		
Cancellable operating leases	3	16
Non-cancellable operating leases	98	256
	101	272

26. Contingent Liabilities

The Department has no contingent liabilities.

27. Supplementary Information

(a) Write Offs

There were no items written off during the year.

(b) Losses Through Thefts, Defaults And Other Causes

The Corruption and Crime Commission has summonsed the former Clerk of the Legislative Council to appear in the Perth Magistrates Court on charges including theft that relate to expenditure of approximately $207,000 excluding GST, of which approximately $28,500 excluding GST was expensed in 2004/05.

(c) Gifts of Public Property

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

28. Remuneration of auditor		
Remuneration to the Auditor General for the financial year is as follows:		
Auditing the accounts and financial statements	15	12

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29. The Impact of Adopting International Accounting Standards

The Legislative Council is adopting Australian Equivalents to International Financial Reporting Standards (AIFRS).

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

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