

‘EXAMPLE AGENCY’

TERRITORY AUTHORITY SECTION

FOR THE YEAR ENDED 30 JUNE 2011

Territory Authority Section (TAS)

BACKGROUND

The 2010-11 Model contains disclosures which are mostly appropriate for both departments and territory authorities. However, in some instances there are disclosures which are only applicable to either a department or a territory authority.

The purpose of the Territory Authority Section (TAS) is to assist territory authorities in preparing their financial statements in those instances where disclosures are applicable to only territory authorities.

The Model highlights the items that affect only departments. These items are mentioned/disclosed within the Model accompanied with an indication that such items relate only to a department. Whereas, those items which relate solely to territory authorities are cross referenced from the Model to this section (TAS) and provided below.

Therefore, territory authorities will need to use both the Model and the TAS (where applicable) when preparing their financial statements.

Colours

Where the information below is provided on:

- A white background, the territory authority specific changes affect the disclosures required in the actual note.
- A green background, the territory authority specific changes affect the commentary as provided in the combined model.
- A grey background it gives authorities a brief reason as to why the information appears in this section and directs the authority to the changes which may appear in the note (i.e. white background) or commentary (i.e. green background).

Where there are items that are specific to a territory authority and as such do not appear in the Model, they appear in the TAS in **red** text. In addition, where there are items in the Model that only apply to departments, and/or apply differently to territory authorities they may appear in the TAS in **red-strikethrough** text.

Reference Table

The table below shows which statements and notes are applicable to departments and territory authorities. It also shows which statements and notes contain additional territory authority specific material, and which appears in the TAS.

Statement or Note	Applicable to:		Appears in TAS Section		
	Departments	Territory Authorities	TAS Reference	Changes to Statement or Note	Changes to Commentary
Statement of Responsibility	√	√	TAS 1	√	√
Statement by the Chief Finance Officer	√	√	None		
Operating Statement	√	√	TAS 2	√	√
Balance Sheet	√	√	TAS 3	√	√
Statement of Changes in Equity	√	√	TAS 4	√	
Cash Flow Statement	√	√	TAS 5	√	√
Summary of Agency Output Classes and Operating Statement for each Output Class	√	√	TAS 6		√
Statement of Appropriation	√	√	TAS 7		√
Note 1 Objectives of 'Example Agency'	√	√	None		
Note 2 Summary of Significant Accounting Policies	√	√	TAS 8	√	√

Territory Authority Section (TAS)

Statement or Note	Applicable to:		Appears in TAS Section		
	Departments	Territory Authorities	TAS Reference	Changes to Statement or Note	Changes to Commentary
Note 3 Change in Accounting Policy and Accounting Estimates, and Correction of a Prior Period Error	√	√	None		
Note 4 Government Payment for Outputs	√	√	TAS 9		√
Note 5 User Charges for Goods and Services	√	√	None		
Note 6 Interest	√	√	None		
Note 7 Resources Received Free of Charge	√	√	None		
Note 8 Other Revenue	√	√	None		
Note 9 Gains on Investments	√	√	None		
Note 10 Other Gains	√	√	TAS 10	√	√
Note 11 Employee Expenses	√	√	None		
Note 12 Superannuation Expenses	√	√	None		
Note 13 Supplies and Services	√	√	None		
Note 14 Depreciation and Amortisation	√	√	None		
Note 15 Grants and Purchased Services	√		None		
Note 15 Cost of Goods Sold		√	TAS 11	√	√
Note 16 Borrowing Costs	√	√	None		
Note 17 Other Expenses	√	√	TAS 12		√
Note 18 Waivers, Impairment losses and Write-Offs	√	√	TAS 13	√	√
Note 19 Act of Grace Payments	√		None		
Note 20 Auditor's Remuneration	√	√	None		
Note 21 Cash and Cash Equivalents	√	√	TAS 14	√	√
Note 22 Receivables	√	√	None		
Note 23 Investments	√	√	None		
Note 24 Inventories	√	√	TAS 15		√
Note 25 Assets Held for Sale	√	√	None		
Note 26 Property, Plant and Equipment	√	√	TAS 16	√	√
Note 27 Investment Properties	√	√	None		
Note 28 Intangible Assets	√	√	None		
Note 29 Capital Works in Progress	√	√	None		
Note 30 Other Assets	√	√	None		
Note 31 Payables	√	√	None		
Note 32 Interest-bearing Liabilities and Finance Leases	√	√	TAS 17	√	√
Note 33 Employee Benefits	√	√	None		
Note 34 Other Provisions	√	√	TAS 18	√	

Territory Authority Section (TAS)

Statement or Note	Applicable to:		Appears in TAS Section		
	Departments	Territory Authorities	TAS Reference	Changes to Statement or Note	Changes to Commentary
Note 35 Other Liabilities	√	√	None		
Note 36 Equity	√	√	None		
Note 37 Disaggregated Disclosure of Assets and Liabilities	√		None		
Note 38 Restructure of Administrative Arrangements	√		None		
Note 39 Financial Instruments	√	√	None		
Note 40 Commitments	√	√	None		
Note 41 Contingent Liabilities and Contingent Assets	√	√	None		
Note 42 Interest in a Jointly Controlled Entity	√	√	TAS 19	√	√
Note 43 Interest in a Jointly Controlled Operation	√	√	None		
Note 44 Cash Flow Reconciliation	√	√	None		
Note 45 Events Occurring after Balance Date	√	√	None		
Note 46 Third Party Monies	√	√	None		
Commentary - Discontinuing Operations	√	√	None		
Notes 47- 62 <i>Territorial Notes</i>	√		None		

Territory Authority Section (TAS)

TAS 1. STATEMENT OF RESPONSIBILITY

Statement of Responsibility

In my opinion, the financial statements are in agreement with the Agency's accounts and records and fairly reflect the financial operations of the Agency for the year ended 30 June 2011 and the financial position of the Agency on that date.

Bob Jones
Chief Executive *Officer [or Chair person]*
'Example Agency'
July 2011

Reference

Reasons for the inclusion in Territory Authority Section

- Guidance provided in the Model indicates that the Statement of Responsibility is needed to be signed by the Chief Executive. As territory authorities don't have Chief Executives an amended statement of responsibility (above) and additional guidance is provided (below).

Commentary – Statement of Responsibility

FMA Section 64

The *Financial Management Act 1996* (FMA) requires the Chief Executive **Officer** to attach a 'Statement of Responsibility' to the financial statements. The statement is to be signed by the Chief Executive **Officer where the Authority does not have a governing board. However, where the Authority has a governing board the Chair of that board must sign the statement.**

The 'Statement of Responsibility' must include a statement of the Chief Executive **Officer or Chair person's** responsibility for the preparation of the annual financial statements and the judgements exercised in preparing it. The statement must also state whether in the opinion of the responsible **Chief Executive Officer or Chair person**, the financial statements fairly reflect the financial operations of the Authority during the reporting period and the financial position of the Authority at the end of the reporting period. The name of the Chief Executive **Officer (or Chair person)** of the Authority must be clearly printed on the statement.

Territory Authority Section (TAS)

TAS 2. OPERATING STATEMENT

‘Example Authority’ Operating Statement For the Year Ended 30 June 2011

Reference		Note No.	Actual 2011 \$'000	Original Budget 2011 \$'000	Actual 2010 \$'000
	Income				
	<i>Revenue</i>				
AASB 101.85	Government Payment for Outputs	4	X,xxx	X,xxx	X,xxx
AASB 101.82(a) AASB 101.85 and AASB 1004.63(a)	User Charges – ACT Government	5	X,xxx	X,xxx	X,xxx
AASB 101.85	User Charges – Non-ACT Government	5	X,xxx	X,xxx	X,xxx
AASB 101.85 AASB 118.35 (b) (iii)	Interest	6	X,xxx	X,xxx	X,xxx
AASB 101.85 AASB 1004.62	Resources Received Free of Charge	7	X,xxx	X,xxx	X,xxx
AASB 101.85	Other Revenue	8	X,xxx	X,xxx	X,xxx
AASB 101.82 (a)	<i>Total Revenue</i>		<u>X,xxx</u>	<u>X,xxx</u>	<u>X,xxx</u>
	<i>Gains</i>				
AASB 101.85 AASB 101.34 (a)	Gains on Investments	9	X,xxx	X,xxx	X,xxx
AASB 101.85	Other Gains	10	X,xxx	X,xxx	X,xxx
AASB 101.85	<i>Total Gains</i>		<u>X,xxx</u>	<u>X,xxx</u>	<u>X,xxx</u>
AASB 101.85	Total Income		<u>X,xxx</u>	<u>X,xxx</u>	<u>X,xxx</u>
	Expenses				
AASB 101.85 & 102	Employee Expenses	11	X,xxx	X,xxx	X,xxx
AASB 101.85 & 102	Superannuation Expenses	12	X,xxx	X,xxx	X,xxx
AASB 101.85 & 102	Supplies and Services	13	X,xxx	X,xxx	X,xxx
AASB 101.85 & 102	Depreciation and Amortisation	14	X,xxx	X,xxx	X,xxx
AASB 101.85 & 102	Cost of Goods Sold	15	X,xxx	X,xxx	X,xxx
AASB 101.82 (b)	Borrowing Costs	16	X,xxx	X,xxx	X,xxx
AASB 101.85 & 102	Other Expenses	17	X,xxx	X,xxx	X,xxx
AASB 101.85	Total Expenses		<u>X,xxx</u>	<u>X,xxx</u>	<u>X,xxx</u>
AASB 101.82 (c)	Share of Operating Profit from Joint Venture accounted for using the Equity Method	42	X,xxx	X,xxx	X,xxx
AASB 101.82 (f)	Operating Surplus/(Deficit)		<u>X,xxx</u>	<u>X,xxx</u>	<u>X,xxx</u>
	Other Comprehensive Income				
AASB 101.85 AASB 101.82(g) & 85	Increase/(decrease) in Asset Revaluation Surpluses		X,xxx	X,xxx	X,xxx
AASB 101.82(h)	Increase/(decrease) in Asset Revaluation Surpluses Attributable to Joint Ventures		X,xxx	X,xxx	X,xxx
AASB 101.85	Total Other Comprehensive Income		<u>X,xxx</u>	<u>X,xxx</u>	<u>X,xxx</u>
AASB 101.82(i)	Total Comprehensive Income		<u>X,xxx</u>	<u>X,xxx</u>	<u>X,xxx</u>

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

Territory Authority Section (TAS)

TAS 2. OPERATING STATEMENT (CONTINUED)

Reference

Reasons for the inclusion in Territory Authority Section

- The Operating Statement for territory authorities may differ slightly from that of departments due to the fact that most territory authorities will require a line item for their *Cost of Goods Sold* (and any other) expense(s).
- An authority's budget numbers are based on the numbers presented in the authority's 2010-11 Statement of Intent, whereas a department's is based on the numbers presented in the 2010-11 Budget Papers.

As a result, an amended Operating Statement (above) and additional guidance is provided (below).

Commentary – Operating Statement

Title of the Operating Statement

Where a territory authority is for-profit it will have to call the 'Operating Statement' a 'Statement of Comprehensive Income'.

Appropriate Notes

In some cases it may be more appropriate to disclose different expense and revenue classes as needed on the operating statement. For example, *Cost of Goods Sold* may be more appropriate to territory authorities whereas *Grants and Purchased Services*, may not apply. Where this is the case an appropriate note should also accompany the line item presented.

Budget

Budget numbers appearing in the Operating Statement are based on the authority's Statement of Intent.

AASB 101.81 (a)
AASB 101.5 & 10 (b)

AASB 101.85

FMA Section 63(2)
ACT Accounting Policy

Territory Authority Section (TAS)

TAS 3. BALANCE SHEET

‘Example Agency’ Balance Sheet As at 30 June 2011

Reference		Note No.	Actual 2011 \$'000	Original Budget 2011 \$'000	Actual 2010 \$'000
	Current Assets				
AASB 101.60	Cash and Cash Equivalents	21	X,xxx	X,xxx	X,xxx
AASB 101.54 (i)	Receivables	22	X,xxx	X,xxx	X,xxx
AASB 101.54 (h)	Inventories	24	X,xxx	X,xxx	X,xxx
AASB 101.54 (g)	Assets Held for Sale	25	X,xxx	X,xxx	X,xxx
AASB 101.54 (j)	Other Assets	30	X,xxx	X,xxx	X,xxx
AASB 101.55	Total Current Assets		X,xxx	X,xxx	X,xxx
	Non-Current Assets				
AASB 101.60	Receivables	22	X,xxx	X,xxx	X,xxx
AASB 101.54 (h)	Investments	23	X,xxx	X,xxx	X,xxx
AASB 101.54 (d)	Investment – Joint Venture	42	X,xxx	X,xxx	X,xxx
AASB 101.54 (e)	Property, Plant and Equipment	26	X,xxx	X,xxx	X,xxx
AASB 101.54 (a)	Investment Properties	27	X,xxx	X,xxx	X,xxx
AASB 101.54 (b)	Intangible Assets	28	X,xxx	X,xxx	X,xxx
AASB 101.54 (c)	Capital Works in Progress	29	X,xxx	X,xxx	X,xxx
AASB 101.55	Other Assets	30	X,xxx	X,xxx	X,xxx
AASB 101.55	Total Non-Current Assets		X,xxx	X,xxx	X,xxx
AASB 101.55	Total Assets		X,xxx	X,xxx	X,xxx
	Current Liabilities				
AASB 101.60	Payables	31	X,xxx	X,xxx	X,xxx
AASB 101.54 (k)	Interest-Bearing Liabilities	32	X,xxx	X,xxx	X,xxx
AASB 101.54 (m)	Finance Leases	32	X,xxx	X,xxx	X,xxx
AASB 101.54 (m)	Employee Benefits	33	X,xxx	X,xxx	X,xxx
AASB 101.54 (l)	Other Provisions	34	X,xxx	X,xxx	X,xxx
AASB 101.54 (l)	Other Liabilities	35	X,xxx	X,xxx	X,xxx
AASB 101.55	Total Current Liabilities		X,xxx	X,xxx	X,xxx
	Non-Current Liabilities				
AASB 101.60	Payables	31	X,xxx	X,xxx	X,xxx
AASB 101.54 (k)	Interest-Bearing Liabilities	32	X,xxx	X,xxx	X,xxx
AASB 101.54 (m)	Finance Leases	32	X,xxx	X,xxx	X,xxx
AASB 101.54 (m)	Employee Benefits	33	X,xxx	X,xxx	X,xxx
AASB 101.54 (l)	Other Provisions	34	X,xxx	X,xxx	X,xxx
AASB 101.54 (l)	Other Liabilities	35	X,xxx	X,xxx	X,xxx
AASB 101.55	Total Non-Current Liabilities		X,xxx	X,xxx	X,xxx
AASB 101.55	Total Liabilities		X,xxx	X,xxx	X,xxx
AASB 101.55	Net Assets		X,xxx	X,xxx	X,xxx

Territory Authority Section (TAS)

TAS 3. BALANCE SHEET (CONTINUED)

‘Example Authority’ Balance Sheet - Continued As at 30 June 2011

Reference		Actual 2011 \$'000	Original Budget 2011 \$'000	Actual 2010 \$'000
	Note No.			
AASB 101.55	Equity			
	Contributed Equity	X,xxx	X,xxx	X,xxx
	Accumulated Funds	X,xxx	X,xxx	X,xxx
	Asset Revaluation Surpluses	X,xxx	X,xxx	X,xxx
	Other Reserves	X,xxx	X,xxx	X,xxx
	Total Equity	X,xxx	X,xxx	X,xxx

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

Reasons for the inclusion in Territory Authority Section

- The Balance Sheet for territory authorities may differ slightly from that of a department's due to the fact that most territory authorities will require an additional equity line item for *Contributed Equity*.
- An authority's budget numbers are based on the numbers presented in the authority's 2010-11 Statement of Intent, whereas a department's is based on the numbers presented in the 2010-11 Budget Papers.

As a result, an amended balance sheet (above) and additional guidance (below) is provided.

Commentary – Balance Sheet

Some territory authorities will need to include a *Contributed Equity* line in the Equity section of the Balance Sheet. Where this is the case, the Statement of Changes in Equity will also require an additional column to correspond with this component of Equity.

Budget

Budget numbers appearing in the Balance Sheet are based on the authority's Statement of Intent.

FMA Section 63(2)
ACT Accounting
Policy

Territory Authority Section (TAS)

TAS 4. STATEMENT OF CHANGES IN EQUITY

‘Example Authority’ Statement of Changes in Equity For the Year Ended 30 June 2011

Reference	Note No.	Contributed Equity Actual 2011 \$'000	Accumulated Funds Actual 2011 \$'000	Asset Revaluation Surplus Actual 2011 \$'000	Other Reserves Actual 2011 \$'000	Total Equity Actual 2011 \$'000	Original Budget 2011 \$'000
Balance at the Beginning of the Reporting Period							
		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
Comprehensive Income							
AASB 101.106 (d)(i)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106 (d)(ii)	36	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106 (a)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106 (a)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
Transactions Involving Owners Affecting Accumulated Funds							
AASB 101.106 (d)(iii)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106 (d)(iii)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106 (e)	-38	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106 (e)	-38	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.107 AASB 101.106 (d)(iii)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
Total Transactions Involving Owners Affecting Accumulated Funds							
		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
Balance at the End of the Reporting Period							
		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx

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

Territory Authority Section (TAS)

TAS 4. STATEMENT OF CHANGES IN EQUITY (CONTINUED)

‘Example Authority’ Statement of Changes in Equity - Continued For the Year Ended 30 June 2011

Reference	Note No.	Contributed Equity Actual 2010 \$'000	Accumulated Funds Actual 2010 \$'000	Asset Revaluation Surplus Actual 2010 \$'000	Other Reserves Actual 2010 \$'000	Total Equity Actual 2010 \$'000
		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
Balance at the Beginning of the Reporting Period						
Comprehensive Income						
AASB 101.106(d)(i)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106(d)(ii)	36	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106(a)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106(a)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
Transactions Involving Owners Affecting Accumulated Funds						
AASB 101.106(c)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106(c)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106(e)	38	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.106(e)	38	X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
AASB 101.107 AASB 101.106(c)		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
Total Transactions Involving Owners Affecting Accumulated Funds						
		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx
Balance at the End of the Reporting Period						
		X,xxx	X,xxx	X,xxx	X,xxx	X,xxx

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

Reasons for the inclusion in Territory Authority Section

- The Statement of Changes in Equity for territory authorities will differ slightly from that of a department's due to the fact that a territory authority will need to include a column relating to the equity component: *Contributed Equity*.
- Generally only departments are involved with Restructures of Administrative Arrangements.

An amended Statement of Changes in Equity is provided above.

Territory Authority Section (TAS)

TAS 5. CASH FLOW STATEMENT (CONTINUED)

‘Example Authority’ Cash Flow Statement - Continued For the Year Ended 30 June 2011

Reference		Note No.	Actual 2011 \$'000	Original Budget 2011 \$'000	Actual 2010 \$'000
	Cash Flows from Financing Activities				
	Receipts				
	Capital Injections		X,xxx	X,xxx	X,xxx
AASB 107.17 (c)	Proceeds from Borrowings		X,xxx	X,xxx	X,xxx
	Receipts of Transferred Cash Balances		X,xxx	X,xxx	X,xxx
	Total Receipts from Financing Activities		X,xxx	X,xxx	X,xxx
	Payments				
	Distributions to Government		X,xxx	X,xxx	X,xxx
AASB 107.17 (d)	Repayment of Borrowings		X,xxx	X,xxx	X,xxx
	Repayment of Finance Lease Liabilities		X,xxx	X,xxx	X,xxx
AASB 107.31	Payment of Dividend		X,xxx	X,xxx	X,xxx
	Total Payments from Financing Activities		X,xxx	X,xxx	X,xxx
	Net Cash Inflows/(Outflows) from Financing Activities		X,xxx	X,xxx	X,xxx
	Net Increase/(Decrease) in Cash and Cash Equivalents Held		X,xxx	X,xxx	X,xxx
	Cash and Cash Equivalents at the Beginning of the Reporting Period		X,xxx	X,xxx	X,xxx
	Cash and Cash Equivalents at the End of the Reporting Period	44	X,xxx	X,xxx	X,xxx

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

Reasons for the inclusion in Territory Authority Section

- Due to the fact that an authority generally operates for-profit and/or has different activities than a department, the Cash Flow Statement for territory authorities will differ slightly from that of a department's by including different lines items (e.g. territory authorities may require *Cost of Goods Sold* and *Goods and Services Tax remitted to the ATO*, whereas departments generally do not).
- Due to the fact that some territory authorities, may have more income which includes GST, it is more likely that authorities will be required to make payments to the ATO, and therefore may require an alternative line *Goods and Services Tax remitted to the ATO*.
- A territory authority, of which some are part of the National Tax Equivalents Regime, has additional requirements on such payments, whereas departments are not part of that regime.

As a result, an amended Cash Flow Statement is provided above and additional guidance is provided below.

Territory Authority Section (TAS)

Reference	
	TAS 5. CASH FLOW STATEMENT (CONTINUED)
	Commentary – Cash Flow Statement
AASB 107.14 (a)	In some cases it may be more appropriate to disclose different receipts and payments classes as needed on the Cash Flow Statement. For example, payments related to Cost of Goods Sold may be more appropriate to territory authorities.
AASB 107.14 (f)	Territory authorities will most likely need to include a payment line relating to GST remitted to the ATO. Where payments are greater than any refunds for any given year, the line <i>Goods and Services Tax remitted to the ATO</i> should replace the line <i>Goods and Services Tax Input Tax Credits from the Australian Taxation Office</i> . In most cases, an authority would have either a ‘ <i>Goods and Services Tax Input Tax Credits from the Australian Taxation Office</i> ’ line or a ‘ <i>Goods and Services Tax Remitted to the Australian Taxation Office</i> ’ depending on whether the authority generally is in a refund or payment situation with the ATO. In the event that refunds are greater one year and payments are greater the next (or vice versa) both lines will be required.
	Classification of Income Tax Cash Flows
AASB 107.35	In the rare circumstance, where an authority has to pay income tax (because of the National Tax Equivalents Regime), cash flows relating to income taxes shall be disclosed separately and classified as operating activities unless they can be specifically identified with investing and financing activities.
	TAS 6. SUMMARY OF AGENCY OUTPUT CLASSES AND OUTPUT CLASS OPERATING STATEMENTS
	Reasons for the inclusion in Territory Authority Section
	<ul style="list-style-type: none"> As some territory authorities are prescribed authorities they will need to include a Summary of Output Classes Statement and Output Class Operating Statements. Where authorities have only one output class, like departments, the summary is not required. <p>As such, additional commentary has been included to outline this below.</p>
	Commentary – Summary of Agency Output Classes
Financial Management (Territory Authorities prescribed for Outputs) Guidelines 2006. Disallowable instrument DI2006-82	Only territory authorities that are “prescribed” territory authorities receiving Government Payment for Outputs are required to report on output classes. A ‘Summary of Output Classes’ statement and an Operating Statement for each territory authority output class must be disclosed in a territory authority’s financial statements. Prescribed territory authorities are: <ul style="list-style-type: none"> ACT Gambling and Racing Commission; Canberra Institute of Technology; Cultural Facilities Corporation; and Legal Aid Commission (ACT).
FMA Section 63(2) ACT Accounting Policy	Budget numbers appearing in the Output Class Operating Statements are based on the authority’s Statement of Intent. AASB 1052 <i>Disaggregated Disclosures</i> applies to government department disclosures which are not relevant to territory authorities.

Territory Authority Section (TAS)

Reference	
	TAS 7. STATEMENT OF APPROPRIATION
	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> Some territory authorities are able to receive appropriation directly and as such additional commentary is required to alert authorities which do not receive appropriation that they do not need to prepare a Statement of Appropriation. <p>As a result, amended guidance is provided below.</p>
AASB 107.14 (a)	<p>Commentary – Statement of Appropriation</p> <p>Only those territory authorities that receive appropriation are required to prepare a Statement of Appropriation.</p>
	TAS 8. NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FMA Section 27(1) & 63(1)	<p>(a) Basis of Accounting The <i>Financial Management Act 1996</i> (FMA) requires the preparation of annual financial statements for ACT Government Agencies.</p>
FMA Section 27(3) & 63(3) Financial Management (Periodic and Annual Financial Statements) Guidelines 2010 Section 7 & 8 AASB 101.10	<p>The FMA and the <i>Financial Management Guidelines</i> issued under the Act, requires an Agency’s financial statements to include:</p> <ul style="list-style-type: none"> (i) an Operating Statement for the year; (ii) a Balance Sheet at the end of the year; (iii) a Statement of Changes in Equity for the year; (iv) a Cash Flow Statement for the year; (v) a Statement of Appropriation for the year; (vi) an Operating Statement for each class of output for the year; (vii) a summary of the significant accounting policies adopted for the year; and (viii) such other statements as are necessary to fairly reflect the financial operations of the Agency during the year and its financial position at the end of the year.
AASB 101.Aus15.4 FMA Section 27(2) & 63(2)	<p>These general-purpose financial statements have been prepared to comply with ‘Generally Accepted Accounting Principles’ (GAAP) as required by the FMA. The financial statements have been prepared in accordance with:</p>
AASB 101.Aus15.2	<ul style="list-style-type: none"> (i) Australian Accounting Standards; (ii) International Financial Reporting Standards; and (iii) ACT Accounting Policies.
	<p>(b) Departmental and Territorial Items The Agency produces Departmental and Territorial financial statements. The Departmental financial statements include income, expenses, assets and liabilities over which the Agency has control. The Territorial financial statements include income, expenses, assets and liabilities that the Agency administers on behalf of the ACT Government, but does not control.</p> <p>The purpose of the distinction between Departmental and Territorial is to enable an assessment of the Agency’s performance against the decisions it has made in relation to the resources it controls, while maintaining accountability for all resources under its responsibility.</p> <p>The basis of accounting described in paragraph (a) above applies to both Departmental and Territorial financial statements except where specified otherwise.</p>

Territory Authority Section (TAS)

Reference	TAS 8. NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED
<p>FMA Section 63(2) ACT Accounting Policy</p>	<p>(d) Comparative Figures</p> <p><i>Budget Figures</i></p> <p>The <i>Financial Management Act 1996</i> requires the statements to facilitate a comparison with the Statement of Intent. The budget numbers are as per the Statement of Intent.</p> <p><i>Prior Year Comparatives</i></p> <p>Comparative information has been disclosed in respect of the previous period for amounts reported in the financial statements, except where an Australian Accounting Standard does not require comparative information to be disclosed.</p> <p>Where the presentation or classification of items in the financial statements is amended, the comparative amounts have been reclassified where practical. Where a reclassification has occurred, the nature, amount and reason for the reclassification is provided.</p>
<p>AASB 1004.30</p>	<p>(f) Revenue Recognition</p> <p><i>Taxes, Fees & Fines</i></p> <p>Taxes are recognised as revenue at the time of payment. Fees are either recognised as revenue at the time of payment or when the fee is incurred. Fines are recognised as revenue on the issue of the relevant infringement notice. Where the fine attracts a penalty for late payment, the penalty amount is recognised as revenue on issue of the late payment notice.</p>
<p>AASB 123.Aus8.1 & Aus 26.1 ACT Accounting Policy</p>	<p>(i) Borrowing Costs</p> <p>Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost base of the asset. All other borrowing costs are expensed in the period in which they are incurred.</p>
	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> • A Statement of Appropriation is only required to be presented by prescribed territory authorities who receive appropriation. All other authorities should delete this line from their policy note. • Output Class operating statements are only required to be presented by prescribed territory authorities. • Some territory authorities may comply with International Financial Reporting Standards (IFRSs) and should make a statement of compliance in such cases. • Territory authorities are not required to present any Territorial Financial Statements as authorities do not administer any income or expenses on behalf of the Territory. Therefore, the policy note applicable to departmental and territorial reporting should not appear in the authority's accounting policy note. • The budget numbers appearing in a territory authority's financial statement are sourced from their Statement of Intent, whereas a department's is based on the numbers presented in the 2010-11 Budget Papers. • Territory authorities generally do not collect any Taxes, Fees and Fines revenue, and as such, they will not need to disclose any accounting policy note concerning this type of revenue. • There has been a change in the accounting policy applicable to borrowing costs for territory authorities that are either for-profit or not considered a public sector entity. <p>As a result, an amended disclosure is provided above and amended guidance is provided below.</p>

Territory Authority Section (TAS)

Reference	
	TAS 8. NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED
	<p>Commentary – Note 2: Summary of Significant Accounting Policies</p> <p>Operating Statements for each Output Class</p> <p>The FMA guidelines only require prescribed territory authorities to report Output Class Operating Statements. All other territory authorities are not required to report this information, and may delete the line referring to it from their accounting policy note.</p> <p>Statement of Compliance with International Financial Reporting Standards (IFRSs)</p> <p>For-profit authorities are required to make an explicit and unreserved statement of compliance with IFRS in the notes where for-profit agency’s financial statements comply with IFRSs. It is expected that all IFRSs will be complied with by for-profit agencies.</p> <p>Borrowing Costs</p> <p>Territory authorities that are either for-profit, or not considered a public sector entity, will now have to capitalise borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset as part of the cost of that asset. These entities may still recognise other borrowing costs as an expense in the period in which they are incurred. Territory authorities that fall into this category will need to make the relevant change in accounting policy disclosure (for guidance on how to do this please refer to the Model Supplement: <i>Presenting Restatements of Comparatives</i>) as required by AASB 108.</p>
AASB 101.16	
AASB 123. 8 & Aus 8.1 ACT Disclosure Policy	
	TAS 9. NOTE 4: GOVERNMENT PAYMENT FOR OUTPUTS
	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> As most territory authorities do not receive Government Payment for Outputs (GPO), a GPO note will not be required, however where territory authorities do receive GPO they must also provide a GPO note and a Statement of Appropriation. <p>As a result, amended guidance is provided below.</p>
	<p>Commentary – Note 4: Government Payment for Outputs</p> <p>The <i>Financial Management Act 1996</i> (FMA) allows some territory authorities to receive GPO directly from the ACT Government. Territory authorities that receive GPO will need to include the Note 4 disclosure, as provided in the Model, in their Financial Statements. Authorities that do not receive GPO are therefore not required to include a GPO note in their Financial Statements.</p> <p>Where an authority receives GPO it must also disclose a Statement of Appropriation.</p>

Territory Authority Section (TAS)

Reference	TAS 10. NOTE 10: OTHER GAINS
	NOTE 10. OTHER GAINS (EXTRACT)
	<i>Contribution Analysis</i>
AASB 1004.60(e)	Contributions which have conditions of expenditure still required to be met X,xxx X,xxx
AASB 1004.60(d)	'Example Agency' has received donations from the public which must be spent on the restoration of a heritage asset which is held by the Agency.
	Reasons for the inclusion in Territory Authority Section
	<ul style="list-style-type: none"> Disclosure of Contribution Analysis is only required by departments and is therefore not required by territory authorities. <p>Therefore disclosure as provided above, which is an extract of the 'Other Gains' note, is not needed, and additional guidance, as amended, is also provided below.</p>
	Commentary – Note 10: Other Gains
	<p>Contribution Analysis as per AASB 1004 <i>Contributions</i> is only required by departments, the general government sector and the whole-of-government financial statements.</p> <p>Although territory authorities are included in the whole-of-government financial statements, they are not required to report the details as provided above in their own financial statements.</p>
AASB 1004.27	Control
	Control over an asset is deemed to arise when the Agency can benefit from funds/goods transferred to it and deny or regulate the access of others to those benefits.
	Disclosure of Contributions
AASB 1004.60	Financial statement shall disclose, separately by way of note, the amounts and nature of contributions recognised as income:
	<ul style="list-style-type: none"> (a) during the reporting period in respect of which expenditure in a manner specified by a transferor contributor had yet to be made as at the reporting date, details of those contributions and the conditions attaching to them; (b) during the reporting period that were provided specifically for the provision of goods or services over a future period; (c) during the reporting period that were obtained in respect of a future rating or taxing period identified by the local government, GGS or whole of government for the purpose of establishing a rate or tax; (d) the nature of the amounts referred to in (a), (b) and (c) above and, in respect of (b) and (c) above, the periods to which they relate; and (e) in a previous reporting period that were obtained in respect of the current reporting period.

Territory Authority Section (TAS)

Reference													
	TAS 11. NOTE 15: COST OF GOODS SOLD												
	<p>NOTE 15. COST OF GOODS SOLD</p> <p>Cost of Goods Sold represents the carrying amount of inventories for sale in the reporting period.</p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 70%;"></th> <th style="text-align: right; width: 15%;">2011</th> <th style="text-align: right; width: 15%;">2010</th> </tr> <tr> <th></th> <th style="text-align: right;">\$'000</th> <th style="text-align: right;">\$'000</th> </tr> </thead> <tbody> <tr> <td>Purchase of Goods</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Total Cost of Goods Sold</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">X,xxx</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">X,xxx</td> </tr> </tbody> </table>		2011	2010		\$'000	\$'000	Purchase of Goods	X,xxx	X,xxx	Total Cost of Goods Sold	X,xxx	X,xxx
	2011	2010											
	\$'000	\$'000											
Purchase of Goods	X,xxx	X,xxx											
Total Cost of Goods Sold	X,xxx	X,xxx											
AASB 102.36 (d)	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> The note <i>Grants and Purchased Services</i> as appearing in the Model is most likely best suited to departments. Other notes, like <i>Cost of Goods Sold</i> (as presented above) are most likely more appropriate for territory authorities. <p>As a result, an example disclosure is provided above.</p>												
	TAS 12. NOTE 17: OTHER EXPENSES												
	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> AASB 116 <i>Property, Plant and Equipment</i> provides different treatments of measuring revaluation decrements based on whether an authority operates on a for-profit or not-for-profit basis. All Departments are not-for-profit, and as a result the guidance provided in Note 17 within the Model only applies to not-for-profit agencies. <p>Therefore, territory authorities should follow the additional guidance provided below, as determined by their individual for-profit or not-for-profit status.</p>												
AASB 116.Aus 40.1	<p>Commentary – Note 17: Other Expenses</p> <p>Revaluation decrements are expensed when a particular asset (of for-profit territory authorities), or class of assets (of not-for-profit territory authorities), has/have been revalued downwards and there is no amount in the Asset Revaluation Surplus for the revaluation to be offset against.</p>												

Territory Authority Section (TAS)

Reference	TAS 13. NOTE 18: WAIVERS, IMPAIRMENT LOSSES AND WRITE-OFFS																																																																																															
	<p>NOTE 18. WAIVERS, IMPAIRMENT LOSSES AND WRITE-OFFS</p> <p>Under Section 131 of the <i>Financial Management Act 1996</i> the Treasurer may, in writing, waive the right to payment of an amount payable to the Territory. In 2010-11, the Treasurer waived loans owing to the Agency from third parties.</p> <p>A waiver is the relinquishment of a legal claim to a debt over which the Agency has control. The write-off of a debt is the accounting action taken to remove a debt from the books but does not relinquish the legal right of the Agency to recover the amount. The write-off of debts may occur for reasons other than waivers.</p> <p>The waivers, impairment losses and write-offs listed below have occurred during the reporting period for the Agency.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 60%;"></th> <th style="width: 10%; text-align: center;">No.</th> <th style="width: 10%; text-align: center;">2011 \$'000</th> <th style="width: 10%; text-align: center;">No.</th> <th style="width: 10%; text-align: center;">2010 \$'000</th> </tr> </thead> <tbody> <tr> <td colspan="5">Waivers</td> </tr> <tr> <td>Waivers</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td>Total Waivers</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td colspan="5">Impairment Losses</td> </tr> <tr> <td colspan="5"><i>Impairment Loss from Receivables</i></td> </tr> <tr> <td>Trade Receivables</td> <td></td> <td style="text-align: center;">X,xxx</td> <td></td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td>Other Trade Receivables</td> <td></td> <td style="text-align: center;">X,xxx</td> <td></td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td><i>Total Impairment Loss from Receivables</i></td> <td></td> <td style="text-align: center;">X,xxx</td> <td></td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td colspan="5"><i>Impairment Loss from Property, Plant and Equipment</i></td> </tr> <tr> <td>Plant and Equipment</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td><i>Total Impairment Loss from Property, Plant and Equipment</i></td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td>Total Impairment Losses</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td colspan="5">Write-offs</td> </tr> <tr> <td>Losses or Deficiencies in Public Monies</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td>Irrecoverable Debts</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td>Obsolete Stock</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td>Total Write-offs</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> <tr> <td>Total Waivers, Impairment Losses and Write-offs</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> <td style="text-align: center;">X</td> <td style="text-align: center;">X,xxx</td> </tr> </tbody> </table>		No.	2011 \$'000	No.	2010 \$'000	Waivers					Waivers	X	X,xxx	X	X,xxx	Total Waivers	X	X,xxx	X	X,xxx	Impairment Losses					<i>Impairment Loss from Receivables</i>					Trade Receivables		X,xxx		X,xxx	Other Trade Receivables		X,xxx		X,xxx	<i>Total Impairment Loss from Receivables</i>		X,xxx		X,xxx	<i>Impairment Loss from Property, Plant and Equipment</i>					Plant and Equipment	X	X,xxx	X	X,xxx	<i>Total Impairment Loss from Property, Plant and Equipment</i>	X	X,xxx	X	X,xxx	Total Impairment Losses	X	X,xxx	X	X,xxx	Write-offs					Losses or Deficiencies in Public Monies	X	X,xxx	X	X,xxx	Irrecoverable Debts	X	X,xxx	X	X,xxx	Obsolete Stock	X	X,xxx	X	X,xxx	Total Write-offs	X	X,xxx	X	X,xxx	Total Waivers, Impairment Losses and Write-offs	X	X,xxx	X	X,xxx
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	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> Section 131 of the FMA, relating to waivers, only applies to departments. This is due to the fact that the definition of public monies, i.e. amounts payable to the Territory, excludes monies received by a territory authority. However, it is ACT Disclosure Policy that territory authorities still report any waivers that they may provide. In addition, any losses or deficiencies in monies, should still be reported as a write-off. Even though the monies held by a territory authority are not 'public monies' as defined by the FMA. Territory authorities should provide a line titled 'Losses or Deficiencies in Monies'. <p>As a result, an alternative disclosure is provided above, with additional commentary provided below.</p>																																																																																															

Territory Authority Section (TAS)

Reference																			
	TAS 13. NOTE 18: WAIVERS, IMPAIRMENT LOSSES AND WRITE-OFFS - CONTINUED																		
	<p>Commentary – Note 18: Waivers, Impairment Losses and Write-Offs</p> <p>Section 131 of the FMA requires that a waiver relating to an amount payable to the Territory shall be reported in the notes to the financial statements of the relevant Agency that relate to the year in which the right to payment was waived.</p> <p>The disclosures required by this note are material by nature and disclosure is required regardless of the amount of the waiver.</p> <p>Losses or Deficiencies in Public Monies</p> <p>The ‘Losses or Deficiencies in Public Monies’ line item will include a number of different items including, but not limited to, the following:</p> <ul style="list-style-type: none"> • decrease in monies due to fraud; • monies which can not be accounted for; and • monies which have been lost. <p>The Chief Minister’s Annual Report Directions requires further disclosure of fraud in the Annual Report.</p>																		
FMA Section 131																			
ACT Disclosure Policy																			
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	TAS 14. NOTE 21: CASH AND CASH EQUIVALENTS																		
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ACT Disclosure Policy	<p>The Agency holds a number of bank accounts with the Commonwealth Bank as part of the whole-of-government banking arrangements. As part of these arrangements, the Agency does not receive any interest on these accounts.</p> <p>Short-term investments were also held with the Territory Banking Account in the Cash Enhanced Portfolio throughout the year. The investment earned a floating interest rate of <X.xx%> (<4.47%> in 2010). These funds are able to be withdrawn upon request.</p> <p>In addition to the funds invested with the Territory Banking Account, the Authority has demand deposits held directly with ‘Example Bank’ that earned an average floating interest rate of <5.5%>.</p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 70%;"></th> <th style="text-align: right; border-bottom: 1px solid black;">2011 \$’000</th> <th style="text-align: right; border-bottom: 1px solid black;">2010 \$’000</th> </tr> </thead> <tbody> <tr> <td>Cash at Bank ^a</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Cash on Hand</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Demand Deposits</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Investments with Territory Banking Account – Cash Enhanced Portfolio ^a</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Total Cash and Cash Equivalents</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">X,xxx</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">X,xxx</td> </tr> </tbody> </table>		2011 \$’000	2010 \$’000	Cash at Bank ^a	X,xxx	X,xxx	Cash on Hand	X,xxx	X,xxx	Demand Deposits	X,xxx	X,xxx	Investments with Territory Banking Account – Cash Enhanced Portfolio ^a	X,xxx	X,xxx	Total Cash and Cash Equivalents	X,xxx	X,xxx
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AASB 107.45																			
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	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> • Territory authorities may hold Cash and Cash Equivalents with external banks, whereas departments, under the whole-of-government banking arrangements will only have cash and cash equivalents with the Territory Banking Account. <p>As a result, an additional disclosure is provided above and additional guidance is provided below.</p>																		
	<p>Commentary – Note 21: Cash and Cash Equivalents</p> <p>In addition to any funds invested with the Territory Banking Account, a territory authority will usually have demand deposits held directly with a bank. Disclosure of this, in the format illustrated above, will need to be made.</p>																		
AASB 132 para 67 (b)																			

Territory Authority Section (TAS)

Reference																																														
	TAS 15. NOTE 24: INVENTORIES																																													
	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> AASB 102 <i>Inventories</i> provides different treatments of measuring ‘inventories held for distribution’ based on whether an agency operates on a for-profit or not-for-profit basis. All departments are not-for-profit, and as a result the guidance provided in Note 24 <i>Inventories</i> within the Model only applies to not-for-profit agencies. <p>Therefore, territory authorities should follow the additional guidance provided below, as determined by their individual for-profit or not-for-profit status.</p>																																													
	<p>Commentary – Note 24: Inventories</p> <p>Measurement</p> <p>Under AASB 102 <i>Inventories</i>, inventories are to be measured at the lower of cost or net realisable value. Not-for-profit Agencies with ‘inventories held for distribution’ are to measure them at cost, adjusted when applicable for any loss of service potential. Agencies shall disclose the basis on which any loss of service potential of inventories held for distribution is assessed or the bases when more than one basis is used.</p> <p>For profit territory authorities that possess ‘inventories held for distribution’ will need to measure them at the lower of cost or net realisable value, rather than at cost adjusted for any service loss potential, as the latter option only applies to not-for-profit agencies.</p>																																													
	TAS 16. NOTE 26: PROPERTY, PLANT AND EQUIPMENT																																													
	<p>NOTE 26. PROPERTY, PLANT AND EQUIPMENT (EXTRACT - TO BE PLACED AT THE END OF THE NOTE)</p>																																													
	<p><i>Carrying Value of Fair Valued Assets under the Cost Model</i></p> <p><i>The following classes of Property, Plant and Equipment, which are carried at Fair value (as indicated above), would have had carrying values, if measured using the cost model, as follows:</i></p>																																													
	<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 70%;"></th> <th style="text-align: center; width: 15%;">2011</th> <th style="text-align: center; width: 15%;">2010</th> </tr> <tr> <th></th> <th style="text-align: center;">\$'000</th> <th style="text-align: center;">\$'000</th> </tr> </thead> <tbody> <tr> <td colspan="3"><i>Carrying value if measured using Cost Model</i></td> </tr> <tr> <td colspan="3"><i>Land</i></td> </tr> <tr> <td>Cost</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Accumulated Depreciation and Impairment</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Net Carrying amount of Land at Cost</td> <td style="text-align: right; border-top: 1px solid black;">X,xxx</td> <td style="text-align: right; border-top: 1px solid black;">X,xxx</td> </tr> <tr> <td colspan="3"><i>Buildings</i></td> </tr> <tr> <td>Cost</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Accumulated Depreciation and Impairment</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Net Carrying amount of Buildings at Cost</td> <td style="text-align: right; border-top: 1px solid black;">X,xxx</td> <td style="text-align: right; border-top: 1px solid black;">X,xxx</td> </tr> <tr> <td colspan="3"><i>Leasehold Improvements</i></td> </tr> <tr> <td>Cost</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Accumulated Depreciation and Impairment</td> <td style="text-align: right;">X,xxx</td> <td style="text-align: right;">X,xxx</td> </tr> <tr> <td>Net Carrying amount of Leasehold Improvements at Cost</td> <td style="text-align: right; border-top: 1px solid black;">X,xxx</td> <td style="text-align: right; border-top: 1px solid black;">X,xxx</td> </tr> </tbody> </table>		2011	2010		\$'000	\$'000	<i>Carrying value if measured using Cost Model</i>			<i>Land</i>			Cost	X,xxx	X,xxx	Accumulated Depreciation and Impairment	X,xxx	X,xxx	Net Carrying amount of Land at Cost	X,xxx	X,xxx	<i>Buildings</i>			Cost	X,xxx	X,xxx	Accumulated Depreciation and Impairment	X,xxx	X,xxx	Net Carrying amount of Buildings at Cost	X,xxx	X,xxx	<i>Leasehold Improvements</i>			Cost	X,xxx	X,xxx	Accumulated Depreciation and Impairment	X,xxx	X,xxx	Net Carrying amount of Leasehold Improvements at Cost	X,xxx	X,xxx
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Territory Authority Section (TAS)

Reference																						
	TAS 16. NOTE 26: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)																					
	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> AASB 116 <i>Property, Plant and Equipment</i> requires different disclosures based on whether an agency operates on a for-profit or not-for-profit basis. All departments are not-for-profit, and as a result the guidance provided in Note 26 within the model only applies to not-for-profit agencies. <p>Therefore, territory authorities should follow the additional note disclosure above and guidance provided below, as determined by their individual for-profit or not-for-profit status.</p>																					
	Commentary – Note 26: Property, Plant and Equipment																					
AASB 116.77(e)	Territory authorities that are for-profit will be required to disclose for each revalued class of property, plant and equipment, the carrying amount that would have been recognised had the assets been carried under the cost model. An example disclosure is presented above. For-profit territory authorities should include this disclosure at the end of their Property, Plant and Equipment note.																					
AASB 116.AUS 77.1	Territory authorities which are not-for-profit are not required to make this disclosure.																					
	Treatment of Revaluation Decrements																					
AASB 116.Aus 40.1	Revaluation decrements are expensed when a particular asset (of for-profit territory authorities), or class of assets (of not-for-profit territory authorities), has/have been revalued downwards and there is no amount in the Asset Revaluation Surplus for the revaluation to be offset against.																					
	TAS 17. NOTE 32: INTEREST-BEARING LIABILITIES AND FINANCE LEASES																					
	NOTE 32. INTEREST-BEARING LIABILITIES AND FINANCE LEASES (EXTRACT - TO BE PLACED AT THE END OF THE NOTE)																					
	<p><i>Credit Facilities</i></p> <p><i>The Authority has organised a bank overdraft with ‘Example Bank’. The facility allows amounts to be drawn down at any time. The total amount of the facility is \$5,000,000. The interest rate on the facility is variable and is determined using market rates at the time the overdraft is used. ‘Example Bank’ may cancel the facility at any time. The following sets out the used and unused portion of the credit facility at the end of the financial year.</i></p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 70%;"></th> <th style="width: 15%; text-align: right;"><i>2011</i></th> <th style="width: 15%; text-align: right;"><i>2010</i></th> </tr> <tr> <th></th> <th style="text-align: right;"><i>\$’000</i></th> <th style="text-align: right;"><i>\$’000</i></th> </tr> </thead> <tbody> <tr> <td><i>Used</i></td> <td></td> <td></td> </tr> <tr> <td><i>Bank Overdraft</i></td> <td style="text-align: right;"><i>X,xxx</i></td> <td style="text-align: right;"><i>X,xxx</i></td> </tr> <tr> <td><i>Unused</i></td> <td></td> <td></td> </tr> <tr> <td><i>Bank Overdraft</i></td> <td style="text-align: right;"><i>X,xxx</i></td> <td style="text-align: right;"><i>X,xxx</i></td> </tr> <tr> <td><i>Total Facility</i></td> <td style="text-align: right;"><u><i>X,xxx</i></u></td> <td style="text-align: right;"><u><i>X,xxx</i></u></td> </tr> </tbody> </table>		<i>2011</i>	<i>2010</i>		<i>\$’000</i>	<i>\$’000</i>	<i>Used</i>			<i>Bank Overdraft</i>	<i>X,xxx</i>	<i>X,xxx</i>	<i>Unused</i>			<i>Bank Overdraft</i>	<i>X,xxx</i>	<i>X,xxx</i>	<i>Total Facility</i>	<u><i>X,xxx</i></u>	<u><i>X,xxx</i></u>
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	<p>Reasons for the inclusion in Territory Authority Section</p> <ul style="list-style-type: none"> Territory authorities may hold interest-bearing liabilities, such as overdrafts, with external banks. Whereas, departments under the whole-of-government banking arrangements generally will only hold interest-bearing liabilities with the Territory Banking Account. <p>As a result, an additional disclosure is provided above and amended guidance is provided below.</p>																					

Territory Authority Section (TAS)

Reference			
	TAS 17. NOTE 32: INTEREST-BEARING LIABILITIES AND FINANCE LEASES (CONTINUED)		
	Commentary – Note 32: Interest-Bearing Liabilities and Finance Leases		
AASB 101.64	If an authority expects, and has the discretion, to re-finance or rollover an existing loan facility for at least 12 months, it must classify the obligation as non-current, even if it would otherwise be due within a shorter period.		
ACT Disclosure Policy	Details of used and unused bank overdraft facilities must be disclosed including: <ul style="list-style-type: none"> • details of credit standby arrangements, including the nature of each arrangement and the total amount of credit unused; and • a summary of the used and unused loan facilities and the extent to which these can be continued or extended. 		
	TAS 18. NOTE 34: OTHER PROVISIONS		
	NOTE 34. OTHER PROVISIONS (EXTRACT)		
		2011	2010
		\$'000	\$'000
	Current Other Provisions		
AASB 101.77	Provision for Dividends	X,xxx	X,xxx
AASB 101.77	Provision for Restoration of Contaminated Site	X,xxx	X,xxx
AASB 101.77	Provision for Restructuring	X,xxx	X,xxx
	Total Current Other Provisions	X,xxx	X,xxx
	Non-Current Other Provisions		
AASB 101.77	Provision for Restoration of Contaminated Site	X,xxx	X,xxx
AASB 101.77	Provision for Restructuring	X,xxx	X,xxx
AASB 101.77	Provision for Make Good	X,xxx	X,xxx
	Total Non-Current Other Provisions	X,xxx	X,xxx
	Total Other Provisions	X,xxx	X,xxx
	Provision for Dividend		
AASB 137.85	The Authority has proposed a final dividend of \$X,xxx and this amount was appropriately authorised to be paid before the end of the reporting period. The amount will be paid to the ACT Government in July 2011.		
	Reconciliation of the Provision for Dividends		
AASB 137.84 (a)	Provision for Dividends at the Beginning of the Reporting Period	X,xxx	X,xxx
AASB 137.84 (b)	Increase in Provision during the year	X,xxx	X,xxx
AASB 137.84 (c)	Amount Paid during the year	X,xxx	X,xxx
AASB 137.84 (a)	Provision for Dividends at the End of the Reporting Period	X,xxx	X,xxx
	Reasons for the inclusion in Territory Authority Section		
	<ul style="list-style-type: none"> • Some territory authorities may be required to pay dividends to various entities. Whereas, departments do not have any shareholders and will not be required to pay dividends. 		
	As a result, an additional disclosure is provided above.		

Territory Authority Section (TAS)

Reference	TAS 19. NOTE 42: INTEREST IN A JOINTLY CONTROLLED ENTITY		
	NOTE 42. INTEREST IN A JOINTLY CONTROLLED ENTITY (EXTRACT)		
		2011	2010
		\$'000	\$'000
	Share of the Joint Venture Profit is as follows:		
AASB 131.56	Revenue	X,xxx	X,xxx
AASB 131.56	Expenses	X,xxx	X,xxx
	Operating Profit/(Loss) Before Income Tax	X,xxx	X,xxx
	Income Tax	X,xxx	X,xxx
	Operating Profit/(Loss) After Income Tax	X,xxx	X,xxx
	Share of the Joint Venture Assets and Liabilities is as follows:		
AASB 131.56	Current Assets	X,xxx	X,xxx
AASB 131.56	Non-Current Assets	X,xxx	X,xxx
	Total Assets	X,xxx	X,xxx
AASB 131.56	Current Liabilities	X,xxx	X,xxx
AASB 131.56	Non-Current Liabilities	X,xxx	X,xxx
	Total Liabilities	X,xxx	X,xxx
	Net Assets	X,xxx	X,xxx
	Reasons for the inclusion in Territory Authority Section		
	<ul style="list-style-type: none"> As an authority may be involved within a jointly controlled entity that is required to pay income tax (or their equivalents) and departments do not, additional disclosure is required. 		
	As a result, an amended disclosure is provided above, and additional guidance is provided below.		
	Commentary – Note 42: Interest in a Jointly Controlled Entity		
	For-profit territory authorities with interests in a jointly controlled entity (which operates on a for-profit basis), may likely be required to pay income tax. Where this is the case, the operating profit/(loss), both before and after income tax, should be disclosed.		