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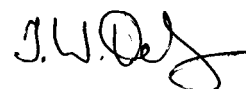
Certification of the Financial Report

We certify that:

- the attached General Purpose Financial Report for the Department for Transport, Energy and Infrastructure presents fairly, in accordance with the Treasurer's Instructions promulgated under the provisions of the *Public Finance and Audit Act 1987*, applicable Australian Accounting Standards and other mandatory professional reporting requirements in Australia, the financial position of the Department for Transport, Energy and Infrastructure as at 30 June 2007, the results of its operation and its cash flows for the year then ended;
- the attached financial statements are in accordance with the accounts and records of the department and give an accurate indication of the financial transactions of the department for the year then ended; and
- internal controls over the financial reporting have been effective throughout the reporting period.



Jim Hallion
Chief Executive
21 September 2007



Tim Delaney
Chief Finance Officer
21 September 2007



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To The Chief Executive

As required by section 31 of the *Public Finance and Audit Act 1987*, I have audited the accompanying financial report of the Department for Transport, Energy and Infrastructure for the financial year ended 30 June 2007. The financial report comprises:

- An Income Statement;
- A Balance Sheet;
- A Statement of Changes in Equity;
- A Cash Flow Statement;
- A Program Schedule of Income and Expenses;
- Notes to the Financial Statements;
- A Statement of Administered Income and Expenses;
- A Statement of Administered Assets and Liabilities;
- A Statement of Changes in Administered Equity;
- A Statement of Administered Cash Flows;
- A Program Schedule of Administered Income and Expenses;
- Notes to the Administered Financial Statements; and
- A Certificate by the Chief Executive and the Chief Finance Officer.

The Responsibility of the Chief Executive for the Financial Report

The Chief Executive is responsible for the preparation and fair presentation of the financial report in accordance with the Treasurer's Instructions promulgated under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards (including the Australian Accounting Interpretations). This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

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

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

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

Qualification

The Department has recognised grants of \$11.19 million received in June 2007 (\$100 million in June 2006) from the Commonwealth Government as liabilities representing revenue received in advance. The amount is reported as Deferred Income.

In my opinion, the grants meet the recognition criteria of income as specified in AASB 1004 and APF V. The grants represent contributions with unconditional stipulations and as such should be recognised as income upon receipt.

As a result, the following financial statement lines have been misstated:

- Total Income, Net Result After Restructure and Accumulated Surplus have been understated by \$11.19 million (\$100 million for the year ended 30 June 2006);
- Other Current Liabilities have been overstated by \$25.4 million (\$4.3 million as at 30 June 2006);
- Other Non-Current Liabilities have been overstated by \$85.8 million (\$95.7 million as at 30 June 2006).

The Department has disclosed its accounting treatment of the grant in Note 39 'Other Liabilities'.

Qualified Auditor's Opinion

In my opinion, except for the effects of the matter referred to in the preceding paragraphs, the financial report presents fairly, in all material respects, the financial position of the Department for Transport, Energy and Infrastructure as at 30 June 2007, and its financial performance and its cash flows for the year then ended in accordance with the Treasurer's Instructions promulgated under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards (including the Australian Accounting Interpretations).



S O'Neill
Auditor-General
24 September 2007

Department for Transport, Energy and Infrastructure
Income Statement for the Year Ended 30 June 2007

	Note	2007	2006
	No.	\$'000	\$'000
EXPENSES:			
Employee benefit expenses	7	154,340	121,494
Supplies and services	8	546,965	449,851
Depreciation and amortisation	9	162,909	138,527
Grants and subsidies	10	80,889	66,203
Finance costs	11	4,313	3,992
Other expenses	12	12,994	4,612
Total Expenses		962,410	784,679
INCOME:			
Fees and charges	14	358,925	337,765
Commonwealth revenues	15	112,242	91,602
Sale of goods and services	16	91,548	14,997
Rental income	17	75,503	6,054
Grants and subsidies	18	40,361	36,736
Interest	19	9,453	4,660
Commissions received	20	11,168	9,783
Net gain or loss on disposal of assets	21	5,580	984
Resources received free of charge	22	660	-
Other income	23	12,098	17,037
Total Income		717,538	519,618
NET COST OF PROVIDING SERVICES		244,872	265,061
REVENUES FROM (PAYMENTS TO) SA GOVERNMENT:			
Revenues from SA Government	24	377,858	378,396
Payments to SA Government	24	5,781	4,372
Net Revenues from (Payments to) SA Government		372,077	374,024
NET RESULT BEFORE RESTRUCTURE		127,205	108,963
NET REVENUE (EXPENSES) FROM ADMINISTRATIVE RESTRUCTURE	42	577,035	6,260
NET RESULT AFTER RESTRUCTURE		704,240	115,223

THE NET RESULT AFTER RESTRUCTURE IS ATTRIBUTABLE TO THE SA GOVERNMENT AS OWNER.

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

Department for Transport, Energy and Infrastructure
Balance Sheet as at 30 June 2007

	Note	2007	2006
	No.	\$'000	\$'000
ASSETS:			
CURRENT ASSETS:			
Cash and cash equivalents	25	394,577	333,600
Receivables	26	89,922	35,028
Inventories	27	5,489	5,761
Other current assets	28	6,519	11,049
Non-current assets classified as held for sale	29	15,106	9,807
Total Current Assets		511,613	395,245
NON-CURRENT ASSETS:			
Receivables	26	7,613	40
Land, buildings and facilities	30	945,178	456,115
Plant and equipment	31	271,818	173,708
Network assets	32	4,517,772	4,580,212
Capital works in progress	33	389,994	189,534
Intangible assets	34	18,544	9,153
Total Non-Current Assets		6,150,919	5,408,762
Total Assets		6,662,532	5,804,007
LIABILITIES:			
CURRENT LIABILITIES:			
Payables	35	107,921	62,865
Interest bearing liabilities	36	1,694	696
Employee benefits	37	22,100	13,745
Provisions	38	14,556	9,905
Other current liabilities	39	44,183	13,434
Total Current Liabilities		190,454	100,645
NON-CURRENT LIABILITIES:			
Payables	35	4,837	3,045
Interest bearing liabilities	36	68,697	48,929
Employee benefits	37	50,582	31,856
Provisions	38	7,860	7,640
Other non-current liabilities	39	85,992	102,700
Total Non-Current Liabilities		217,968	194,170
Total Liabilities		408,422	294,815
NET ASSETS		6,254,110	5,509,192
EQUITY:			
Accumulated surplus		4,403,758	3,721,779
Asset revaluation reserve		1,620,349	1,574,156
Contributed capital		230,003	213,257
Total Equity		6,254,110	5,509,192
Commitments	43		
Contingent assets and liabilities	44		

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

Department for Transport, Energy and Infrastructure
Statement of Changes in Equity for the Year Ended 30 June 2007

	Note No.	Contributed Capital \$'000	Asset Revaluation Reserve \$'000	Accumulated Surplus \$'000	Total \$'000
Balance at 30 June 2005		197,011	1,240,139	3,620,139	5,057,289
Changes in Accounting Policy		-	(125)	114	(11)
Other Accounting Policy Changes		-	-	(15 084)	(15 084)
Asset Related Adjustments		-	39	8,641	8,680
Other Prior Year Adjustments		-	-	(4,287)	(4 287)
Restated Balance at 30 June 2005		197,011	1,240,053	3,609,523	5,046,587
Gain on Revaluation of Property During 2005-06		-	334,103	-	334,103
Net Income/Expense Recognised Directly in Equity for 2005-06		-	-	-	-
Net Result After Restructure for 2005-06		(3 754)	-	115,223	111,469
Total Recognised Income and Expense for 2005-06		(3 754)	334,103	115,223	445,572
Equity Contribution from SA Government		20,000	-	-	20,000
Balance at 30 June 2006		213,257	1,574,156	3,724,746	5,512,159
Asset Related Adjustments	40	-	-	(3,596)	(3 596)
Other Prior Year Adjustments		-	-	629	629
Restated Balance at 30 June 2006		213,257	1,574,156	3,721,779	5,509,192
Gain on Revaluation of Property During 2006-07		-	46,193	-	46,193
Net Result After Restructure for 2006-07		-	-	704,240	704,240
Total Recognised Income and Expense for 2006-07		-	46,193	704,240	750,433
Equity Contribution from SA Government		16,746	-	-	16,746
Payment of Dividend to Government		-	-	(22,261)	(22 261)
Balance at 30 June 2007		230,003	1,620,349	4,403,758	6,254,110

All Changes in Equity Are Attributable to the SA Government as owner.

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

Department for Transport, Energy and Infrastructure
Cash Flow Statement for the Year Ended 30 June 2007

		2007 \$'000	2006 \$'000
	Note No.	Inflows (Outflows)	Inflows (Outflows)
CASH FLOWS FROM OPERATING ACTIVITIES:			
CASH OUTFLOWS:			
Employee benefit payments		(145,750)	(116,462)
Supplies and services		(620,768)	(451,730)
Grants and subsidies		(83,798)	(66,601)
Finance costs		(4,313)	(3,992)
Construction work payments		(43,714)	-
GST payments on purchases		(3,014)	-
Other payments		(8,311)	(5,391)
Cash used in Operations		(909,668)	(644,176)
CASH INFLOWS:			
Fees and charges		358,925	337,765
Receipts from Commonwealth		123,432	191,602
Rental income		91,442	12,858
Sale of goods and services		165,826	5,190
Grants and subsidies		41,061	31,496
Interest received		8,976	4,660
Commissions		13,526	8,388
Construction work reimbursements		56,056	-
GST receipts on receivables		-	1,126
Other receipts		14,651	14,541
Cash generated from Operations		873,895	607,626
CASH FLOWS FROM SA GOVERNMENT:			
Receipts from SA Government		377,858	378,396
Payments to SA Government		(3,611)	(988)
Total cash flows from SA Government		374,247	377,408
Net Cash provided by Operating Activities	45	338,474	340,858
CASH FLOWS FROM INVESTING ACTIVITIES:			
CASH OUTFLOWS:			
Purchase of property, plant and equipment		(79,327)	(79,952)
Purchase of network assets		(231,883)	(158,082)
Cash Used in Investing Activities		(311,210)	(238,034)
CASH INFLOWS:			
Proceeds from sale of property, plant and equipment		19,889	14,922
Cash generated from Investing Activities		19,889	14,922
Net Cash used in Investing Activities		(291,321)	(223,112)
CASH FLOWS FROM FINANCING ACTIVITIES:			
CASH OUTFLOWS:			
Payment of dividend to government		(22,261)	-
Repayment of finance leases		(1,250)	-
Repayment of borrowings		-	(1,149)
Cash Used in Financing Activities		(23,511)	(1,149)
CASH INFLOWS:			
Capital contributions from Government		16,747	20,000
Cash proceeds from restructuring activities		20,588	165
Cash generated from Financing Activities		37,335	20,165
Net Cash Provided by Financing Activities		13,824	19,016
NET INCREASE IN CASH AND CASH EQUIVALENTS		60,977	136,762
CASH AND CASH EQUIVALENTS AT 1 JULY		333,600	196,838
CASH AND CASH EQUIVALENTS AT 30 JUNE	25	394,577	333,600

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

Department for Transport, Energy and Infrastructure
Program Schedule of Income and Expenses for the Year Ended 30 June 2007

	Transport Policy & Planning		Transport Infrastructure Services		Transport Safety & Regulation Services		Public Transport Services		Energy Policy & Regulation		State Infrastructure Facilitation		Information & Communication Technology Services		Building Management Services		Community Services		Support Services to Government		Road Safety Policy, Planning & Services		TOTAL
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	
EXPENSES:																							
Employee expenses	9,414	11,536	61,235	63,375	24,702	26,989	9,513	9,589	7,545	7,269	2,829	2,736	6,319	-	10,675	-	15,092	-	970	-	6,046	-	154,340
Supplies and services	3,098	6,256	123,239	132,882	27,274	43,307	242,602	242,230	6,955	7,310	8,207	17,866	21,389	-	93,170	-	9,232	-	2,152	-	9,647	-	546,965
Depreciation and amortisation	122	27	125,785	119,188	2,396	458	20,909	18,576	453	277	5	1	7,073	-	5,577	-	329	-	115	-	145	-	162,909
Grants and subsidies	1,930	617	5,056	40,524	-	-	22,171	16,652	6,052	8,410	9,337	-	-	-	-	-	43	-	-	-	36,300	-	80,889
Finance costs	13	-	281	64	55	-	3,349	3,928	-	-	-	-	17	-	556	-	-	-	-	-	42	-	4,313
Other	27	375	8,187	3,823	151	64	1,206	257	239	48	198	45	33	-	2,793	-	79	-	17	-	64	-	12,994
Total Expenses	14,604	18,811	323,783	359,856	54,578	70,818	299,750	291,232	21,244	23,314	20,576	20,648	34,831	-	112,771	-	24,775	-	3,254	-	52,244	-	962,410
INCOME:																							
Fees and charges	18	-	7,284	7,162	279,300	266,194	70,808	64,319	92	90	-	-	-	-	-	-	66	-	-	-	1,357	-	358,925
Commonwealth revenue	-	-	102,983	90,152	597	1,210	-	102	67	138	4,263	-	1,162	-	-	-	-	-	-	-	3,170	-	112,242
Interest	-	-	8,894	3,152	284	212	-	1,296	-	-	-	-	-	-	274	-	1	-	-	-	-	-	4,660
Net Gain (Loss) from disposal of assets	-	-	5,151	687	(17)	-	(114)	301	-	(4)	-	-	(2)	-	557	-	-	-	-	5	-	-	5,580
Commissions	-	-	47	42	11,121	9,741	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	984
Grants and subsidies	-	-	-	-	-	-	40,361	36,736	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11,168
Resources received free of charge	-	-	660	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	40,361
Rental income	-	-	5,764	5,549	-	-	510	505	-	-	-	-	-	-	69,229	-	-	-	-	-	-	-	660
Sale of goods and services	98	71	3,788	6,728	5,169	4,883	2,136	2,163	1,724	1,152	19	-	29,367	-	38,287	-	10,957	-	3	-	-	-	75,503
Other	36	22	2,915	9,290	2,189	1,891	851	1,046	3,898	3,244	247	1,544	463	-	353	-	856	-	290	-	-	-	91,548
Total Income	152	93	137,486	122,762	298,643	284,131	114,552	106,468	5,781	4,620	4,529	1,544	30,990	-	108,700	-	11,880	-	298	-	4,527	-	519,618
NET COST OF PROVIDING SERVICES	(14,452)	(18,718)	(186,297)	(237,094)	244,065	213,313	(185,198)	(184,764)	(15,463)	(18,694)	(16,047)	(19,104)	(3,841)	-	(4,071)	-	(12,895)	-	(2,956)	-	(47,717)	-	(244,872)
REVENUES FROM (PAYMENTS TO) SA GOVERNMENT:																							
Revenues from SA Government	3,018	2,646	52,073	80,948	72,188	61,879	192,837	197,131	14,143	16,688	12,062	19,104	-	-	-	-	31,537	-	-	-	-	-	377,858
Payments to SA Government	-	-	2,569	4,371	-	-	-	1	-	-	-	-	-	-	3,212	-	-	-	-	-	-	-	5,781
NET REVENUES FROM (PAYMENTS TO) SA GOVERNMENT	3,018	2,646	49,504	76,577	72,188	61,879	192,837	197,130	14,143	16,688	12,062	19,104	-	-	(3,212)	-	31,537	-	-	-	-	372,077	
NET RESULT BEFORE RESTRUCTURING	(11,434)	(16,072)	(136,793)	(160,517)	316,253	275,192	7,639	12,366	(1,320)	(2,006)	(3,985)	-	(3,841)	-	(7,283)	-	18,642	-	(2,956)	-	(47,717)	-	127,205

1. Objectives of the Department for Transport, Energy and Infrastructure

The Department for Transport, Energy and Infrastructure (the Department) has diverse responsibilities in relation to transport system and services, energy policy and regulation, and infrastructure planning for South Australia.

The goal of the Department is to ensure that South Australia's future needs and demands for the safe and efficient movement of people and freight, and safe and efficient energy, transport and other infrastructure, are met in an ecologically sustainable and cost effective way.

The Department's goal is achieved by the following objectives:

- identifying strategic infrastructure priorities for the state;
- coordinating infrastructure and land use planning and development across government;
- facilitating timely delivery of key projects that support the economic and social development of the state, including the development of South Australia's regions;
- providing policy advice on major energy market reforms and strategic issues relating to electricity and gas infrastructure;
- assisting in the delivery of the Government's policy on sustainable energy;
- managing and advising on state-owned transport, property, building, and information and communications technology (ICT) assets;
- providing leadership in the development of transport options;
- managing traffic on the arterial road network;
- regulating the access, behaviour and security of transport system users;
- investing in integrated transport solutions that increase the safety, effectiveness and efficiency of the state's transport, infrastructure and services for all users;
- providing South Australia's input to Commonwealth aviation safety regulatory change and aligning the state's strategies for air services and airport development with regulatory changes made by the Commonwealth;
- providing improved public transport services;
- conducting an annual review, audit and approval of energy industry safety and technical management plans and promotion of safety;
- increasing the overall efficiency and effectiveness of the government's current and future ICT investments;
- providing statutory services and information to the community in relation to land titling, survey, valuation and advice on land administration issues;
- providing government services and information to the community through a choice of integrated online, phone and face-to-face delivery channels; and
- ensuring that we have the right people with the right skills in the right jobs to deliver projects and programs that fulfil the Department's contribution to the targets of South Australia's Strategic Plan.

2. Departmental Organisation

The structure of the Department has been established in a manner that provides clear accountabilities and responsibilities for all business areas and enables an open and steady flow of information between these areas. The Offices and Divisions of the Department are:

- Across Government Chief Information Officer
- Building Management
- Energy
- Government ICT Services
- Government Relations and Reform Office
- Lands and Service SA
- Office of Major Projects and Infrastructure
- Policy and Planning
- Public Transport
- Safety and Regulation
- Transport Services
- Corporate Services

The Executive Directors of the Offices and Divisions within the Department report to the Chief Executive, Department for Transport, Energy and Infrastructure.

During 2006-07 there were significant changes to the Department's structure.

On the 28 September 2006, the Government announced the administrative restructure of the Department for Administrative and Information Services with all of its functions transferring to a number of other government departments, namely:

- Department for Transport, Energy and Infrastructure;
- Department of the Premier and Cabinet;
- Department of Treasury and Finance; and
- Attorney-General's Department

For accounting and reporting purposes, the financial transfer of these functions including the transfer of assets, liabilities and equities was to take effect from 1 January 2007 as reported in the Government Gazette, dated 28 September 2007. Revenues and expenses reported for the period 1 January to 30 June 2007 are detailed under Note 42.

Effective from that date, financial accountability for the following business units or functions transferred to this Department:

- Building Management, incorporating:
 - Building Services
 - Commercial Property Management
 - Government Employee Residential Property Management
- Government ICT Services
- Lands and Service SA
- Parliamentary Network Support group, now incorporated within the Corporate Services Division.

3. Summary of Significant Accounting Policies

3.1 Basis of Accounting

The financial report is a general-purpose financial report. The accounts have been prepared in accordance with applicable Australian Accounting Standards, Interpretations, Treasurer's Instructions and Accounting Policy Statements promulgated under the provision of the *Public Finance and Audit Act 1987*.

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards and AAS 29 *Financial Reporting by Government Departments*.

The Department's statement of compliance with Australian Accounting Standards and Interpretations is detailed under Note 5.1.

The Department's compliance with Accounting Policy Statements issued pursuant to section 41 of the *Public Finance and Audit Act 1987* is by authority of Treasurer's Instruction 19 *Financial Reporting*.

In the interest of public accountability and transparency the Accounting Policy Statements have required the following note disclosures to be included in this financial report:

- a) Revenues, expenses, financial assets and liabilities where the counterparty/transaction is with an entity within the SA Government as at reporting date, classified according to their nature. A threshold of \$100,000 for separate identification of these items applies;
- b) Expenses incurred as a result of engaging consultants (as reported in the Income Statement);
- c) Employee target voluntary separation package information;
- d) Employees whose normal remuneration is \$100,000 or more (within \$10,000 bandwidths) and the aggregate of the remuneration paid or payable or otherwise made available, directly or indirectly by the entity to those employees; and
- e) Board/committee member and remuneration information, where a board/committee member is entitled to receive income from membership other than a direct out-of-pocket reimbursement.

The preparation of the financial report has also required the use of certain accounting estimates where management is required to exercise its judgement in the process of applying the Department's accounting policies. Areas involving a higher degree of judgement or where assumptions and estimates are significant to the financial statements have been outlined in the applicable notes.

The Department's Income Statement, Balance Sheet and Statement of Changes in Equity have been prepared on an accrual basis and are in accordance with the historical cost convention, except for certain assets that have been valued in accordance with specific applicable valuation policies described under this note.

The Cash Flow Statement has been prepared on a cash basis.

The financial report has been prepared based on a twelve month operating cycle with amounts presented in Australian currency.

3.2 Reporting Entity

The Department for Transport, Energy and Infrastructure has produced both Departmental and Administered financial statements. The Departmental financial statements include the use of assets, liabilities, revenues and expenses controlled or incurred by the Department in its own right. The Administered financial statements include the revenues, expenses, assets and liabilities which the Department administers on behalf of the SA Government but does not control.

3.3 Comparative Information

The presentation and classification of items in the financial statements are consistent with prior periods except where a specific Accounting Policy Statement or Australian Accounting Standard has required a change.

3.4 Rounding

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

3.5 Service Provider Operations

Service provider units are individual work units that operate on a fee for service basis. Service provider units predominantly have as their clients other units or divisions within the Department and may also undertake some work for external parties. Some service provider units charge actual costs directly to projects or functions, while others retain actual costs within a working account prior to on-charging those costs to their customer groups. The recurrent or capital nature of these costs is therefore not readily apparent. A reliable means of allocating these costs between investing and operating activities has been established based on the history of work performed or an apportionment relevant to the underlying nature of the Service Provider's unit operations.

Service Provider unit revenue arising from operations with external clients is disclosed in the Income Statement. Revenue and expenses arising from intra-division operations have been eliminated.

3.6 Business Overheads

The Department adopts a full cost approach to the costing of its infrastructure capital and recurrent works. This methodology entails the allocation of a proportionate share of overheads to these activities based on a regime of cost drivers. Costs that are typically allocated using these cost drivers include general engineering and field related expenses, and goods or services that support the resources directly engaged in working on these activities (eg. accommodation rental, payroll services, finance, contract management, etc).

Business overheads relating to those functions or areas responsible for the management and control of property, building, information and communication technology assets are allocated across the Department. Business areas incurring these costs allocate the costs to specific activities and outputs in line with the Department's full cost approach methodology.

Costs normally associated with the establishment and operation of governance frameworks designed to support the role of Executive Management are not attributed to individual specific works and are borne by the Department as a whole.

3.7 Taxation

The Department is liable for payroll tax, fringe benefits tax, goods and services tax, emergency services levy, land tax and local government rates.

Under the National Competition Policy principles (Tax Equivalent Regime), state government business enterprises in competition with private industry are liable for payment of Commonwealth, State and Local Government taxes with an equivalent payment to be made to the Department of Treasury and Finance.

Goods and Services Tax (GST)

In accordance with the requirements of Interpretation 1031 *Accounting for the Goods and Services Tax (GST)*, revenues and expenses are recognised net of the amount of GST, and receivables and payables are stated with the amount of GST included.

The amount of GST incurred by the Department as a purchaser that is not recoverable from the Australian Taxation Office is recognised as part of the cost of acquisition of an asset or as part of an item of expense. The GST due from or payable to the Australian Taxation Office is recognised "net" in the departmental Balance Sheet.

Taxation Equivalents

Under the tax equivalents regime the Department is liable to pay income tax equivalents in relation to the commercial operations of the Building Management Division.

In determining its tax equivalent commitments, the Department utilises the 'Accounting Profits' model. Under this model, income tax expense is calculated separately for each taxable entity by applying the income tax rate (currently 30%) to the accounting profit for the year.

3.8 Transferred Functions

Assets, liabilities and contributed capital transferred to or from the Department under government restructuring arrangements have been reported in accordance with Accounting Policy Statements contained within Accounting Policy Framework II *General Purpose Financial Reporting Framework*, Australian Accounting Standard AAS 29 *Financial Reporting by Government Departments* and Interpretation 1038 *Contributions made to wholly-owned public sector entities*.

3.9 Income and Expenses

Income and expenses are recognised in the Department's Income Statement when and only when it is probable that the flow of economic benefits to or from the Department will occur and can be reliably measured.

Income and expenses have been classified based on their nature in accordance with Accounting Policy Framework II *General Purpose Financial Reporting Framework* and with the exception of some items such as rebates or refunds and have not been offset unless required or permitted by another accounting standard.

Fees and Charges

Revenues from registration and licence fees are recognised when the Department obtains control over the funds. Control is generally obtained upon receipt of those funds.

Revenues from other fees and charges are derived from the provision of goods and services to other SA Government agencies and to the public. These revenues are driven by consumer demand and are recognised upon the delivery of those goods and services to the customers.

Disposals and Contribution of Assets

Gains or losses from the disposal of non-current assets are recognised on a net basis on the face of the Income Statement when control of the asset has passed to the buyer.

Assets contributed by the Department to other entities at no value or minimal consideration are disclosed separately in the Notes to the Income Statement.

Assets provided to the Department at no value or minimal value are also recorded on the face of the Income Statement as resources received free of charge at an amount equal to the fair value of the assets received.

Borrowing Expenses

In accordance with AASB 123 *Borrowing Costs*, borrowing costs are recognised as expenses in the period in which they are incurred.

Grants

Grant revenue is recognised as income at the time the Department obtains control over the grant funds or obtains the right to receive the grant funds. For grants with unconditional stipulations, control generally occurs at the earlier time of when the Department has been formally advised that the grant has been approved, the agreement has been signed, and/or the grant has been received. For grants with conditional stipulations, control passes at the time the stipulations are satisfied or met.

Grants received by the Department from the Commonwealth are generally monies given to fund capital or recurrent activities. Such grants are recognised as Commonwealth Revenues and are usually subject to terms and conditions as set out in the contract, correspondence or legislation governing the provision of the grant.

Grants provided to other entities for general assistance or for a particular purpose are therefore recognised as expenses, prepayments or payables depending on the nature of the grant and the recipient entity's level of control or right to receive the grant. Grants provided by the Department to other entities are generally unconditional in nature and are recognised as expenses in the period in which they are paid.

Agency Relationships

The Department acts as agent in the payment of goods or services to a third party on behalf of other government agencies (i.e. contract manager for the EDS contract). Costs are paid by the Department and then subsequently billed or invoiced to the client/customer agencies.

Revenues and expenses arising from the payment and billing of costs to client/customer agencies are disclosed at their full gross amount in the Income Statement under Administered Items and have not been offset.

The Department may charge a commission or management fee for the provision of these services. Such commissions or management fees are reported as revenues for the period within the Income Statement for controlled items.

Administered Items

Other transactions and balances that relate to activities administered by the Department on behalf of SA Government have been excluded from the departmental operations of the Department. Revenues and expenses arising from those activities are recognised in the Income Statement for administered items.

3.10 Revenues from/payments to SA Government

Revenues from SA Government include monies appropriated to the Department under the *Appropriation Act* or other Acts. These appropriations are recognised as revenues when the Department obtains control over the funds. Control is generally obtained upon receipt of those funds.

Payments to SA Government include payments to the Department of Treasury and Finance for Indentured Ports paid directly to the Treasurer through the Consolidated Account (refer Note 46).

3.11 Current and Non-Current Items

Assets and liabilities are characterised as either current or non-current in nature. Assets and liabilities that will be realised as part of the 12 month operating cycle are classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

3.12 Cash and Cash Equivalents

For the purposes of the Cash Flow Statement, cash includes cash on hand and deposits at call that are readily converted to cash and are used in the day-to-day cash management function of the Department. Cash is measured at nominal value.

Administered cash is reported separately in the administered financial statements.

Cash Alignment Policy

In October 2003 the Government introduced a policy with respect to aligning departmental cash balances with appropriation and expenditure authority. This policy came into effect during 2003-04 and has continued operation through to 2006-07. The Department was not required to transfer any cash balances in 2005-06 or 2006-07.

3.13 Receivables

Trade Debtors

Trade receivables arise in the normal course of providing goods and services to other agencies and to the public. Trade receivables are payable within 30 days after the issue of an invoice or from when the goods/services have been provided under a contractual arrangement. Other debtors arise outside the normal course of providing goods and services to other agencies and to the public.

If payment from a debtor has not been received within 90 days after the amount falls due, under the terms and conditions of the arrangement with the debtor, the Department is able to charge interest at commercial rates until the whole amount of the debt is paid.

In accordance with Australian Accounting Standards *AASB 139 Financial Instruments: Recognition and Measurement*, the Department determines a provision for doubtful debts based on an annual review of balances for trade receivables. The provision balance is calculated as that amount of specific trade receivables that have been assessed as impaired or uncollectible at reporting date.

Loan Receivables

In accordance with the requirements of Accounting Policy Framework IV *Financial Asset and Liability Framework*, the Department measures financial assets such as loan receivables at their historic cost, except interest free loans which are measured at the present value of expected repayments.

Finance Lease Receivables

The Department has entered into a number of finance lease arrangements as lessor for the purpose of providing housing and accommodation. Receivables to be derived from these lease arrangements have been brought to account in the Balance Sheet in the accordance with the requirements of Australian Accounting Standards *AASB 117 Leases*.

3.14 Inventories

Inventories held for sale are stated at the lower of cost or their net realisable value. Inventories held for distribution are measured at the lower of cost or replacement value.

Inventories such as metrotickets consist of tickets held for sale or distribution and are valued at cost. Inventories of roadside materials are valued at historic cost and stores are valued on a weighted average historic cost basis. Inventories comprising works in progress performed for clients external to the Department are valued at cost.

3.15 Non-Current Asset Acquisition and Recognition

The Department capitalises non-current physical assets with a value of \$10,000 or greater in accordance with policies that are consistent with Accounting Policy Framework III *Asset Accounting Framework* and the requirements of Accounting Standard AASB 116 *Property, Plant and Equipment*. Exceptions to this policy relate to assets under construction, land and buildings, as described below.

The Department's activities with respect to assets under construction are such that these costs are capitalised and transferred to the Balance Sheet at the completion of the project. Project costs that do not meet the recognition criteria of an asset are expensed. For those projects equal to or greater than \$1 million, this expensing of costs occurs during the life of the project. For all other projects, costs to be expensed are identified at/or near the date of practical completion.

The Department recognises land separately from buildings and other improvements, and land acquired for current road projects separately from other land.

In accordance with Accounting Policy Framework III *Asset Accounting Framework* APS 9.6 the Department has elected not to recognise in its Balance Sheet the value of land under roads and land under water because of the inherent difficulty in the reliable measurement of all land within these categories.

Buildings or other structures residing on land acquired for current road projects are not recognised in the Balance Sheet. The costs incurred in acquiring the buildings in these instances are deemed to be part of the costs of acquiring the land.

The Department also recognises as assets outlays on building fit-outs although the acquisition of furniture and some office fittings under upgrades or modifications are not capitalised due to the inherent difficulty in separately tracking these items for depreciation and replacement purposes.

The Department performs separate recognition of the components of specific assets it owns or controls only when the fair value of the asset at the time of acquisition is greater than \$5 million for infrastructure assets and \$1 million for other assets. With the exception of its Walkerville administrative office building, where the lifts and the air-conditioning system have been recognised separately, the Department's assets have been appropriately classified and grouped to warrant no further recognition of components.

Most assets acquired and recognised by the Department are initially recorded at cost or at the value of any liabilities assumed, plus any incidental costs incurred with the acquisition.

Where the Department acquires assets at no value, or minimal value, these items are recorded at their fair value in the Balance Sheet. If the assets are acquired at no or nominal value as part of a restructuring of administrative arrangements then the assets are recorded at the value recorded by the transferor entity prior to the transfer.

Where the payment for an asset is deferred, the Department measures its value at the present value of the future outflow, discounted using the interest rate of a similar period for borrowing.

3.16 Non-current Assets Held for Sale

Assets held for sale generally consist of land and buildings that have been declared surplus to the needs of the Department for which a plan of sale has been determined. Assets held for sale are separately disclosed and measured at the lower of carrying amount and fair value less cost to sell in accordance with Australian Accounting Standard AASB 5 *Non-Current Assets Held for Sale and Discontinued Operations*.

3.17 Contracts in Progress

The Department acts as project manager for major capital works in relation to government buildings or government accommodation and for a range of minor and maintenance type activities associated with its role of facilities manager.

Profits on these contracts are brought to account on a percentage of completion basis as determined under current engineering estimates and in accordance with Australian Accounting Standards AASB 111 *Construction Contracts*. Where losses are foreseeable, such losses are provided in full based on current engineering estimates.

3.18 Non-Current Works In Progress

The Department is a key provider of infrastructure for the State and constructs or modifies assets as part of its role in coordinating or facilitating the delivery of transport related and other key strategic or priority projects.

When capitalised, works in progress result in the recognition of non-current assets such as network assets and other items of property, plant or equipment in the Balance Sheet.

In accordance with AASB 116 *Property, Plant and Equipment*, all works in progress arising from these activities are valued at cost.

3.19 Intangible Assets

The acquisition or internal development of software is only capitalised when the expenditure can be reliably measured in accordance with AASB 138 *Intangible Assets*, existing Departmental policies and where the amount of expenditure is greater than or equal to \$10,000, in accordance with Accounting Policy Framework III *Asset Accounting Framework*.

Costs associated with the development or implementation software applications that do not meet the criteria for asset recognition (eg. training expenses, research costs, etc) are expensed.

Under these requirements the Department has recognised at cost assets relating to the following significant items of software:

- Transport Regulation User Management Processing System (TRUMPS) (Phase 1)
- Strategic Asset Management Information System (SAMIS)
- Office Accommodation Management Information System (OAMIS)
- Telecommunication Billing System (TBS)
- Web Based Purchasing Interface (with ICT vendors)

In accordance with AASB 138 *Intangible Assets*, the Department has also recognised as intangibles the value of licence agreements held with ETSA Utilities for use of broadband fibre at regional centres (Port Augusta, Whyalla and Port Lincoln).

3.20 Revaluation of Non-Current Assets

In accordance with Accounting Policy Framework III *Asset Accounting Framework* APS 3.1 and 3.3, the Department revalues all its non-current physical assets to their estimated fair value. Revaluations are performed only in instances where the fair value of the asset or asset group at the time of acquisition is greater than \$1 million and the estimated useful life is greater than 3 years.

The Department revalues land, buildings, leasehold improvements and major plant every two or three years depending on the nature or purpose for which that property is held. Office or building fit-outs that qualify for separate asset recognition are not revalued and are therefore carried at their historic cost.

With the exception of the Government Radio Network system, PABX and transmission equipment, the Department does not revalue its information technology/communication and minor plant assets, as these items do not meet the revaluation threshold.

When depreciable non-current assets are revalued, the Department uses the 'gross method' in accounting for the accumulated depreciation on revaluation.

If at any time the carrying amount of an asset materially differs from its fair value, then the Department revalues the asset regardless of when the last valuation took place. Non-current physical assets that are acquired between revaluations are either held at cost until the next valuation, or revalued if the fair value is likely to be materially different from the acquisition value.

Revaluation increments are credited directly to the Asset Revaluation Reserve. If within an asset class, an increment reverses a revaluation decrement previously recognised as an expense in the Income Statement within that class, the increment is recognised as revenue in the Income Statement, but only to the extent of the decrement previously recognised in this financial statement.

Revaluation decrements are offset against any previous Asset Revaluation Reserve increment for a particular class of asset and any remaining balance is expensed.

When entire classes or groups of assets are sold, the revaluation increments relating to those assets are transferred to Retained Earnings in accordance with Accounting Policy Framework III *Asset Accounting Framework* APS 3.11.

The valuation methodology applied to specific classes of non-current assets under revaluations is as follows:

Land, Buildings and Facilities

Land and buildings that are subject to commercial leases and held for the provision of government agency accommodation are revalued every two years based on independent valuations.

Land and buildings that are subject to residential leases and held for the provision of housing of government employees in remote areas are revalued annually using the Valuer-General of South Australia assessment adjusted by an index for the average gains/losses in real property values experienced over the previous four years.

All other land, buildings and facilities held by the Department are valued on a three year rolling basis.

All other land, except for land under roads, land under water and land acquired for current road projects is valued at fair value based on Valuer-General's assessments or from independent valuations. Land under roads and land under water are not recognised, and land acquired for current road projects is carried at historic cost.

All other buildings and facilities are generally valued at written down replacement cost as determined under independent valuations or by suitably qualified valuation officers of the Department.

Where Valuer-General information is used to measure the value of buildings, that value is based on the Valuer-General's assessment of the building being the difference between the capital value and the site value of the property.

Network Assets

With the exception of earthworks, all network assets are valued at written down replacement cost either by independent valuers, or by suitably qualified officers of the Department. These assets have no market and are therefore measured at written down replacement cost which is considered to be equivalent to fair value. The reasonableness of this valuation approach for road pavements and earthworks was agreed upon under the advice from an independent engineering consultant (L B Dowling & Associates) in 2001-2002.

The Department's methodology for valuing road pavements includes the recognition of salvage values to ensure that depreciation expense on road pavements is in accordance with the treatment prescribed in Australian Accounting Standard *AASB 116 Property Plant and Equipment*.

Plant and Equipment

Plant and equipment subject to revaluation is valued at written down replacement cost. Plant and equipment, which does not meet the threshold for revaluation, is valued at historic cost. In these instances, historic cost is deemed to be the fair value of these assets.

Non-Current Works in Progress

Non-current works in progress is not revalued but carried at historic cost.

Assets Acquired under Government Restructures or Other Changes in Administrative Arrangements

- *Former Australian National Rail Land and Associated Assets*

These assets have been progressively defined, valued and recorded in the Department's asset register as assets vested in or transferred to the Minister for Transport.

Land and buildings on major rail yards subject to commercial leases is based on the Valuer-General's determination of market value, or the latest Valuer-General assessment depending on the terms of the lease. All other rail-related land and buildings are valued using the Valuer-General's assessment of site value for land and the difference between capital value and site value of the property for buildings.

The value for land under rail or rail reserves on Interstate Mainline awaiting title and/or division is based on net present value of future income flows (nominal only).

- *Former Energy SA Land and Associated Assets*

On 1 July 2005, the functions of Energy SA transferred to the Department. Assets subject to this transfer included land, buildings, plant and equipment associated with the operation of local township power stations. In accordance with Accounting Policy Framework III *Asset Accounting Framework* APS 2.12, these assets were brought to account at amounts equal to the value recorded by the transferor entity as at 30 June 2005 with a view that all assets be defined, titled and revalued using valuation principles applied to similar assets.

In May 2007, the Department initiated a revaluation of the former Energy SA assets. As at 30 June 2007, all land had been subsequently defined, titled and revalued using Valuer-General's assessments. The revaluation of buildings, plant and equipment via independent valuation assessments is expected to be completed in September 2007.

- *Purchase of Tram Infrastructure from TransAdelaide*

On 30 June 2006, the Department acquired from TransAdelaide a number of tram related assets. These assets included the existing tram infrastructure and extensive upgrades or improvements to the tram tracks, electrical network, buildings, plant and equipment supporting the Adelaide-Glenelg Tram Line and Glengowrie Tram Barn.

For 30 June 2006, the tram infrastructure assets were brought to account or recognised in the Department's system records and ledger at a summarised level only. As at 30 June 2007, all assets subject to the purchase had been individually defined, titled and revalued.

- *Former DAIS Land, Buildings and other Assets*

On 1 January 2007, the Department assumed financial responsibility for a number of functions from the restructuring of the Department of Administrative and Information Services. In accordance with Accounting Policy Framework III *Asset Accounting Framework* APS 2.12, the assets were brought to account at amounts equal to the value recorded by the transferor entity (DAIS) as at 31 December 2006.

The transfer of these assets assumed that subsequent revaluations of the assets would be performed in an orderly manner in accordance with schedules that existed prior to the transfer.

As at 30 June 2007, the assets have continued to be defined, valued and recorded in the asset registers vested and maintained by or on behalf of the business areas. Revaluations have been performed as scheduled.

Amendments or variations to departmental revaluation methodologies and schedules

- *Weigh Bridges/Weigh Slabs and Navigational Aids*

The Department has deferred its planned revaluation of weigh bridges, weigh slabs and navigational aids to the 2007-08 financial year.

The Department is currently undertaking an extensive program of upgrading these assets which may involve the decommissioning and replacement of some items. Revaluations will therefore be performed at the completion of these upgrades. The written down replacement cost for weigh stations and weigh slabs as at 30 June 2007 is \$118,000.

The Department is currently pursuing a major physical inspection program for all navigational aids installed in South Australian waters. Revaluations are expected to be performed as part of that program. The written down replacement cost for navigational aids as at 30 June 2007 is \$123,000.

- *O'Bahn Busway Interchanges*

A lack of sufficiently qualified resources has resulted in the deferral of the revaluation of the Busway Interchange assets to the 2007-08 financial year.

As an interim revaluation strategy for reporting Busway Interchange assets as at 30 June 2007, the Department has opted to increase the current carrying amount of existing assets using the Road and Bridge Construction Index from ABS, applicable to each of the last 3 financial years, to arrive at a revised carrying amount for Busway Interchanges of \$9.811 million.

- *Agency and Marine related Buildings and Facilities*

The Department revaluation policy requires the carrying amount of agency and marine related buildings and facilities to be re-valued every three years. In late February 2007, the Department engaged an independent valuer (Liquid Pacific Holdings Pty Ltd) for the purpose of reassessing the values of approximately 900 different sites or structures.

As at 30 June 2007, management had not had the opportunity to thoroughly review or resolve all matters pertaining to the estimates submitted by the valuer in the draft Valuation Report. The Department has therefore deferred the bringing to account of the latest estimates for this revaluation until sign off can be achieved. The Department is committed to completing this revaluation by November 2007.

Timing of Asset Revaluations

The following table shows the classes of assets held by the Department, when they were last revalued and by whom:

Asset Class	Last Valued / Revalued	By Whom
Network		
Road Pavements, including small signs, pavement marking and median kerbing	30 June 2007	Amando Reyes BS Eng (Civil), Grad Dip (Project Management)
Earthworks	30 June 2007	Amando Reyes BS Eng (Civil), Grad Dip (Project Management)
Bridges / Culverts	30 June 2007	Tony Nobbs BE Eng (Civil), Master Eng Science
Major Signs	30 June 2007	Tony Nobbs BE Eng (Civil), Master Eng Science
Ferry Landings	30 June 2007	Tony Nobbs BE Eng (Civil), Master Eng Science
Traffic Signals	30 June 2005	Brendan McIntosh B Eng (Electrical)
Drainage	30 June 2006	Bill Lipp B Tech Civil Eng Grad Dip Maths
Road Lighting	30 June 2005	Rick Burt (Cert in Electrical Eng)
Weighbridges and weigh slabs	30 June 2004	Modern Weighbridge and Scale Service Pty Ltd and various departmental officers
Rail and Track		
Busway Track & Structures	30 June 2007	Tony Nobbs BE Eng (Civil), Master Eng Science
Busway Interchanges	30 June 2007	[Management assessment – indexed]
Adelaide-Glenelg Tram Line	1 July 2006	Rushton Valuers Pty Ltd

Asset Class	Last Valued / Revalued	By Whom
Land		
Rail land	30 June 2007	Valuer-General
Marine land	30 June 2006	Valuer-General
Bus Depot land	30 June 2006	Liquid Pacific Holdings Pty Ltd
Government Employee Housing Government Agency Accommodation	30 June 2006	Valuer-General plus index
All other land	1 July 2006	Frank Knight Valuations
	30 June 2006	Valuer-General
Buildings & Facilities		
Marine related	30 June 2004	Liquid Pacific Holdings Pty Ltd
Rail related	30 June 2005	Various
Bus Depots	30 June 2007	Liquid Pacific Holdings Pty Ltd
Glengowrie Tram Depot	1 July 2006	Rushton Valuers Pty Ltd
Residential buildings:		
• Future road construction	30 June 2006	Valuer-General
• Government Employee Housing	30 June 2006	Valuer-General plus index
Commercial buildings:		
• Future road construction	30 June 2006	Qualified departmental officers
• Government Agency Accommodation	1 July 2006	Frank Knight Valuations
Other departmental	30 June 2004	Liquid Pacific Holdings Pty Ltd
Plant & Equipment		
Buses	30 June 2007	Liquid Pacific Holdings Pty Ltd
Tram Cars	1 July 2006	Rushton Valuers Pty Ltd
Bus Depot Plant & Equipment	30 June 2006	Evans & Clarke
Glengowrie Depot Plant & Equipment	1 July 2006	Rushton Valuers Pty Ltd
Government Radio Network	30 June 2005	Gibson Quai
PABX and Transmission Equipment	30 June 2005	Gibson Quai
Other Information Technology	Not Applicable	
Towing Vessel	28 Feb 2007	K Tech Marine
Ferries (including modules)	30 June 2005	Gary Harvey, B Eng (Mechanical Eng)
Navigational Aids	30 June 2004	Alex Colligan
Minor Plant	Not Applicable	

3.21 Revaluation of Intangible Assets

Software applications that have been specifically developed for the Department and cannot be actively traded in the market place are not revalued. These intangibles will continue to be reported at their historic cost less accumulated amortisation in accordance with AASB 138 *Intangible Assets*.

3.22 Depreciation and Amortisation of Assets

Amortisation is used in relation to intangible assets, while depreciation is applied to physical assets such as property, plant and equipment.

The useful life of an asset is generally determined on the basis of "economic useful life to the entity". The useful lives of all major assets held by the Department are reassessed on an annual basis.

With the exception of land, earthworks and works in progress, all non-current assets having a limited useful life are systematically depreciated/amortised over their estimated useful lives in a manner that reflects the consumption of their service potential.

Land, earthworks and work in progress are not depreciated. Buildings residing on land acquired for current road projects are not recognised and therefore are not depreciated.

The value of leasehold improvements is amortised over the estimated useful life of each improvement, or the unexpired period of the relevant lease, whichever is shorter. Similarly, the value of finance lease assets is amortised over the shorter of the lease term and the underlying asset's useful life.

Capitalised software is amortised over the useful life of the intangible asset, with a maximum period for amortisation of ten years.

Depreciation / amortisation for non-current assets are determined as follows:

Asset Class	Method	Estimated Useful Life
Land Improvements		
Land remediation (capitalised)	Straight Line	3 years
Leased Assets		
Computers and network printers	Straight Line	3 - 4 years
State core network	Straight Line	3 - 5 years
Network Assets		
Roads	Straight Line	40 - 58 years
Roads (unsealed)	Straight Line	15 - 35 years
Bridges/Culverts	Straight Line	30 - 200 years based on individual structures
Major Signs	Straight Line	36 - 60 years
Traffic Signals	Straight Line	15 years
Road Lighting	Straight Line	25 years
Other	Straight Line	Useful life depends on individual asset items
Rail and Track		
Busway (including interchanges)	Straight Line	4 - 100 years based on individual structures
Adelaide-Glenelg Tram Line	Straight Line	5 - 155 years based on individual items
Buildings, Fit-outs and Facilities		
Glengowrie Tram Depot	Straight Line	7 - 50 years
Bus Depots	Straight Line	15 - 40 years
Government Agency Accommodation	Straight Line	40 years
Government Employee Housing	Straight Line	66 years
Building fit-outs	Straight Line	15 years
Other	Straight Line	3 - 100 years based on individual asset items
Plant and Equipment		
Tram Cars	Straight Line	30 years
Glengowrie Depot Plant & Equipment	Straight Line	15 - 20 years based on individual asset items
Buses	Diminishing Value	25 years
Bus Depot Plant & Equipment	Straight Line	3 - 25 years based on individual asset items
Other plant and equipment	Straight Line	5 - 99 years based on individual asset items
Government Radio Network:		
• Towers/masts and other structures	Straight Line	30 - 40 years
• Data and voice net equipment	Straight Line	10 - 15 years
• Other GRN equipment	Straight Line	3 - 10 years
PABX equipment	Straight Line	3 - 7 years
Transmission equipment	Straight Line	5 - 20 years
Information Technology equipment	Straight Line	3 years
Intangible Assets	Straight Line	5 - 25 years

3.23 Remediation of Non-current Assets

Land remediation costs are capitalised and depreciated only where the resultant costs incurred in performing that remediation have met the definition and recognition criteria of an asset. Land remediation undertaken within the Department is primarily designed to restore the asset to its original state or condition and would not normally meet the criteria for asset recognition under the AASB *Framework for the Preparation of Financial Statements*, paragraphs 89-90 'Recognition of Assets'. These costs are therefore expensed in the period in which they are incurred. Where the remedial work is to be performed in response to a present obligation, either under legislation or under a contractual arrangement to a third party, the Department recognises a provision for any future work in accordance with the requirements of AASB 137 *Provisions, Contingent Liabilities and Contingent Assets*.

3.24 Payables

Payables include creditors, accrued expenses and employment on-costs.

Creditors represent the amounts owed by the Department for goods and services provided by other entities that are unpaid at the end of the reporting period where an invoice has been received.

Accrued expenses represent amounts owed by the Department for goods and services provided by other entities that are unpaid at the end of the reporting period where an invoice has not been received.

Employment on-costs include superannuation contributions and payroll tax with respect to outstanding liabilities for salaries and wages, long service leave and annual leave.

The Department also makes contributions to several superannuation schemes operated by the State Government. These contributions are treated as an expense when they occur. There is no liability for payments to beneficiaries as the South Australian Superannuation Board (SASB) has assumed these obligations. The only payable outstanding at reporting date relates to any contributions due but not yet paid to the SASB.

All payables are measured at their nominal amount. Creditors are normally settled within 30 days after the Department receives an invoice in accordance with Treasurer's Instruction 11 *Payment of Creditors Accounts*.

3.25 Interest Bearing Liabilities

Interest bearing liabilities consists of borrowings or loans and liabilities associated with assets held under finance leases.

Borrowings are recognised when issued at the full amount received and carried at this value less any repayments until the loan is settled. Intra-division borrowings (or loans) are non-interest bearing and are eliminated upon consolidation.

Interest charges on borrowings and finance leases are not applied to the balance of the loan due. These costs are recognised separately as 'borrowing costs' in the Income Statement.

3.26 Leases

The Department has entered into finance leases and operating leases both as lessor and lessee and has recognised assets, liabilities, revenues and expenses associated with these business dealings in accordance with *AASB 117 Leases* and the *Government Leasing Guidelines* as issued by the Department of Treasury and Finance.

Finance Leases – the Department as Lessor

- *Recreational jetties*

The Department has entered into leases as lessor, in regards to the Government's Recreational Jetties Divestment Program where 29 jetties have been leased to Councils throughout the State. Peppercorn rentals of \$1 per annum apply over the 50 or 99-year lease term for each lease.

Under the terms of the lease agreement, these leases have been categorised as finance leases due to the passing of risks and benefits incidental to ownership to the lessee. Since the leases provide no material revenue to the Department, the leases have nil value. The underlying assets are also no longer recorded on the Department's asset register.

- *Government employee housing*

The Department provides housing services on a leasehold basis to government employees based in remote areas of the State. As lessor, the Department recognises finance lease receivables in relation to these properties at an amount equal to its net investment in the lease. Finance lease interest income is recognised based on the periodic rate of return on that net investment. Lease payments from the lessee are applied against the gross investment in the lease to reduce both the principal and the unearned interest income.

Finance Leases – the Department as Lessee

- *Government accommodation – Roma Mitchell Building*

The Department is responsible for the finance lease in relation to government office accommodation for Roma Mitchell House, North Terrace and has recognised assets and liabilities at the fair value of the leased property. Lease liabilities under these arrangements are classified as both current and non-current, with the minimum lease payments allocated between interest expense/borrowing costs and the reduction of lease liability for the period.

The 40 year lease on Roma Mitchell House commenced in July 1987. Ownership of the building will transfer to the Department on payment of a nominal sum at the end of the lease. The lease agreement includes a half-way buy-out option at 1 July 2007 for the lessee which the Department has chosen not to exercise. Under the terms and conditions of the lease agreement, the Department is also liable to pay contingent rentals based on the Adelaide Consumer Price Index.

- *Personal computers and network printers*
The Department has entered into various lease arrangements as lessee with respect to the use of its computer equipment. Under the Australian Accounting Standards and *Government Leasing Guidelines*, such agreements are treated as finance leases.
- *State Core Network*
The Department has numerous finance leases with EDS Australia for information technology computer hardware and software. The lease terms are generally three to five years and are non-cancellable. At the end of the lease, ownership of the leased property is transferred to the Department upon payment of a nominal sum.

Operating Leases – the Department as Lessor

The Department leases commercial and residential properties to external parties through operating leases. Income derived from these leases is recognised as rental income in the Income Statement in the period in which it is earned, and in the case of commercial properties, is representative of the patterns of benefits derived from the leased assets.

Operating Leases – the Department as Lessee

The Department has a number of operating lease agreements as lessee for plant, motor vehicles, office equipment and office accommodation. Operating lease payments are charged to the Income Statement on a basis that is representative of the pattern of benefits derived from the leased assets.

3.27 Employee Benefits

Benefits accrue to employees as a result of services provided up to reporting date and generally consist of unpaid salaries and wages, annual and long service leave.

The liability for salaries and wages is measured as the amount unpaid at reporting date at remuneration rates current at the reporting date. The liability for annual leave reflects the value of total annual leave entitlements of all employees as at 30 June and is measured at nominal amounts.

In accordance with Accounting Policy Framework IV *Financial Asset and Liability Framework*, the liability for long service leave is recognised by the Department after an employee has completed 6.5 years of service. The provision for this liability is calculated using remuneration rates that are current at the reporting date. The liability payable within 12 months has been measured at nominal value, while the liability payable later than 12 months has been measured at a discounted value in accordance with Australian Accounting Standard *AASB 119 Employee Benefits* and Accounting Policy Framework IV *Financial Asset and Liability Framework*.

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

Related on-costs of payroll tax, superannuation and workers compensation premiums are shown under the item Payables in the Balance Sheet.

3.28 Provisions

Liabilities have been reported to reflect workers compensation claims not settled, amounts provided for and payable under the Tax Equivalent Regime (TER), and future remediation work required on land under the Ports Corp Business and Sale Agreement.

The workers compensation provision is based on an actuarial assessment coordinated by the Public Sector Workforce Wellbeing group within the Public Sector Workforce Division of the Department of the Premier and Cabinet.

The provision for TER payments is based on the income tax expense payable at the current income tax rate of 30 cents. (Refer to Note 3.7).

The land remediation provision has been calculated on the basis of revised project manager estimates of the value of future remedial work required to meet agreed environmental standards. Given that the remaining work has been scheduled to be performed over a period of four years from 2007-08, these estimates are discounted at their net present value in accordance with the requirements of paragraph 45 of *AASB 137 Provisions, Contingent Liabilities and Contingent Assets*.

3.29 Other Current Liabilities

The Department receives monies in advance in the form of conditional grants to undertake specific infrastructure works in future periods (ie. AusLink Advance Specific Projects, Rail Facilitation Advance). As these works are completed the amounts received are recognised as revenues in the Income Statement. The balance of any unspent grant monies as at 30 June is recognised as a liability in the Balance Sheet.

The Department receives incentive monies from building owners that are applied towards the costs of office fit-outs performed on commercial properties occupied by other government agencies. These monies are recognised as revenues when works are completed with the balance of unspent funds recognised as current liabilities.

3.30 Transactions by the Government as Owner

Where monies have been appropriated to the Department under the *Appropriation Act* in the form of an equity contribution, the Treasurer has acquired a financial interest in the net assets of the Department. Monies issued or applied in this manner are therefore recorded as equity contributions from SA Government in accordance with Treasurer's Instruction 3 *Appropriation*.

4. Financial Risk Management

The Department holds interest bearing financial assets and liabilities where its exposure to fair value (market) risk and cash flow interest risk is considered minimal.

Interest bearing financial assets include funds in the form of cash deposits at call where interest revenue is calculated using the Common Public Sector Interest Rate (CPSIR) and/or other rates as determined by the Treasurer. The Department accrues all interest revenue and does not apply that revenue to its expenditure programs unless permitted by whole of government budget priorities and ministerial approvals, or by authorities within specific legislative provisions and/or funding agreements. The Department's expenditure approvals are not dependent on the amount of interest revenue earned on these financial assets.

Interest bearing financial liabilities consist of finance leases and borrowings. The interest expense implicit in any finance lease payments is fixed at the inception of the lease and is calculated using prevailing government borrowing rates as advised by the South Australian Finance Authority (SAFA). Interest expense on the Department's borrowings is calculated using the CPSIR. Repayments on loans are negotiated with SAFA. The Department's revenue base is sufficient for the purpose of servicing its interest or loan repayment commitments on interest bearing liabilities.

The Department's maximum exposure to credit risk at reporting date is reflected in the carrying amount of its receivables in the Balance Sheet. The Department has no significant concentration of credit risk associated with these financial assets. The Department has credit management policies and procedures in place to ensure that business transactions continue to occur with customers with appropriate credit history.

The Department enters into business transactions that require the payment of goods or services in a foreign currency. Foreign currency risk associated with significant payments is minimised using a strategy of obtaining forward cover contracts through the SAFA. This forward cover aims to hedge against losses arising from any foreign currency price fluctuations at the date of settlement.

In relation to liquidity/funding risk, the continued existence of the Department in its present form, and with its present programs, is dependent on Government policy, the operation of current fee and charges structures, and continuing appropriations from various acts.

5. Changes in Accounting Policies

5.1 Statement of Compliance

Except for the amendments to AASB 101 Presentation of Financial Statements, which the Department has early-adopted, the Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective, have not been adopted by the Department for the reporting period ending 30 June 2007. The Department has assessed the impact of the new and amended standards and interpretations and considers there will be no impact on the accounting policies or the financial report of the Department, except as outlined in the table below.

Reference	Title	Summary	Application Date of Standard	Impact on financial report	Application date for Department
AASB 7	<i>Financial Instruments Disclosure</i>	New standard replacing the disclosure requirements of AASB 132	1 Jan 07	AASB 7 is a disclosure standard and is not expected to have a direct impact on the amounts disclosed in the Department's financial statements	1 July 2007
AASB 2005-10	Amendments to AAS arising from AAS 7 [AASB 132, AASB 101, AASB 114, AASB 117, AASB 133, AASB 139, AASB 1, AASB 4, AASB 1023 & AASB 1038]	Amendments to other applicable standards that arise from the release of AASB 7 <i>Financial Instruments Disclosure</i> in August 2005	1 Jan 07	Not all amended standards are relevant to the operations of the Department. For those standards that are relevant, amendments entail requirements or corrections for references to AASB 7 that will have no impact on the amounts disclosed in the Department's financial statements	1 July 2007
AASB Interpretation 4	Determining whether an arrangement contains a lease (revised)	Specific criteria for determining whether an arrangement is or contains a lease. Determination is based on an assessment of whether the arrangement is dependent on the use of a specific asset and whether the arrangement conveys right to the asset	1 Jan 08	The Department would not enter into any arrangement for the use of an asset in return for payment unless the arrangement takes the legal form of a lease. Amendments are not expected to alter existing accounting practices or to have any impact on the Department's financial statements	1 July 2008
AASB Interpretation 12 and Interpretation 129	Service Concession Arrangements and Service Concession Arrangements Disclosures	Interpretation provides accounting guidance for operators participating in public to private service concession arrangements but no guidance for grantors. AASB Interpretation 129 details disclosures required by both operators and grantors	1 Jan 08	The Department's future participation in service concession arrangements is unknown. Unless AASB approves 'mirror' accounting treatment for operators and grantors, these amendments are not expected to have an impact on the amounts disclosed in the Department's financial statements	1 July 2008
AASB 2007-2	Amendments to AAS arising from AASB Interpretation 12 [AASB 1, AASB 117, AASB 118, AASB 120, AASB 121, AASB 127, AASB 131 & AASB 139]	Amendments provide for an exemption from AASB 1 requirements, i.e. prior period information be restated as if the requirements of AASB Interpretation 12 had always applied. Exemption allows a first time adopter to apply AASB Interpretation 12 to a service concession arrangement essentially from the start of the earliest period presented. Amendments to other standards include references to interpretations rather than UIGs	28 Feb 07	Not all amended standards are relevant to the operations of the Department. For those standards that are relevant, amendments to AASB 1 are not expected to have an impact on the Department's financial statements unless the AASB approves 'mirror' accounting treatment for both operators and grantors. Amendments to other standards are editorial in nature and will therefore have no substantive impact on the financial statements.	1 July 2008

Reference	Title	Summary	Application Date of Standard	Impact on financial report	Application date for Department
AASB 2007-4	Amendments to AAS arising from ED 151 and Other Amendments [AASB 1, 2, 3, 4, 5, 6, 7, 102, 107, 108, 110, 112, 114, 116, 117, 118, 119, 120, 121, 127, 128, 129, 130, 131, 132, 133, 134, 136, 137, 138, 139, 141, 1023 & 1038]	Amendments include options that currently exist under IFRS to be included in the Australian Standards, as well as a number of editorial changes. Amendments to AASB 107 specifically provide a choice in using the direct or indirect method for presenting the cash flow statement.	April 2007	Not all amended standards are relevant to the operations of the Department. With respect to AASB 107, the Department does not expect the option to use the direct or indirect method to materially alter the presentation format of the cash flow statement as the Department will continue to use the Model Financial Reports as its guide in preparing that financial statement.	1 July 2007
AASB 2007-5	Amendments to Australian Accounting Standard – Inventories Held for Distribution by Not-for-Profit Entities [AASB 102]	Amendments requires inventories held for distribution to be measured (when applicable) at cost adjusted for any loss of service potential and disclosure of the basis for determining that loss.	May 2007	The Department already includes factors such as obsolescence in the value determination of its inventories. The amendments to AASB 102 are therefore expected to have only a minor impact on the Department's financial statement disclosures.	1 July 2007
AASB 2007-6	Amendments to AAS arising from AASB 123 [AASB 1, AASB 101, AASB 107, AASB 111, AASB 116 & AASB 138 and Interpretations 1 & 12]	Amendments to other applicable standards that arise from the reissue of <i>AASB 123 Borrowing Costs</i> in June 2007. Specifically amendments include the removal of references to expensing borrowing costs on qualifying assets as such costs can now be capitalised.	June 2007	The Department does not normally hold assets which would meet the definition of 'qualifying assets' under AASB 123. The amendments to other standards are not expected to have an impact on the Department's financial statements as all borrowing costs are required to be expensed in accordance with the requirements of APS3.3 of <i>APFII General Purpose Financial Reports</i> .	Jan 2009
AASB 2007-7	Amendments to Australian Accounting Standards [AASB 1, AASB 2, AASB 4, AASB 5, AASB 107 & AASB 128]	Further amendments arising from the issue of AASB 2007-4 in May 2007. With respect to AASB 5, the amendments consist of minor editorial changes. With respect to AASB107, the amendments remove the encouragement to adopt a particular format for the cash flow statement.	June 2007	Not all amended standards are relevant to the operations of the Department. For those standards that are relevant, amendments to AASB 5 and AASB 107 will have no impact on the Department's financial statements.	1 July 2007

5.2 Other Changes to Accounting Policies

Asset Recognition

During 2006-07 the Department amended a number of its asset recognition policies to improve financial reporting and minimise inconsistent accounting practices across divisions. All asset policy changes were applied to the Department's operations from 1 July 2006.

- *Asset capitalisation threshold and grouping arrangements*
The Department amended asset recognition policies by increasing the asset capitalisation threshold for plant and equipment from \$2,000 to \$10,000 for individual items and clarifying grouping provisions for these items. This change in policy resulted in the write-off of minor asset balances with a written down value of \$195,000 for the 2006-07 financial year.
- *Recognition of building fit-outs*
The Department amended the accounting and reporting treatment for building fit-outs. Previously the cost of building fit-outs was expensed on the basis that items forming part of upgrades could not be effectively tracked for replacement, depreciation and revaluation purposes. The expansion of the Department's commercial and residential property management functions under recent restructuring arrangements required a reassessment of this treatment.

Under the revised policy, the Department will recognise asset fit-outs on owned or leased buildings subject to materiality and/or other criteria for recognition of these items in the Balance Sheet. The Department will not be revaluing building fit-outs.

- *Recognition of buildings on land acquired for road purposes*
The Department has reviewed the accounting and reporting treatment for buildings residing on land acquired for current road projects. Previously, buildings acquired through the purchase of properties were recognised separately from the land. Under the revised policy the value or purchase price for the property is now attributed all to the land, with no separate recognition of buildings. The new treatment is based on the view that the outlay incurred is principally for the purpose of acquiring the land for current road projects.

In accordance with this change in policy, the Department transferred the value of buildings brought to account on current road projects such as the South Road Upgrade, Northern Expressway, Port River Expressway and replacement of the Bakewell Bridge. The total amount transferred was \$10.346 million of which \$3.192 million relates to the value of buildings purchased prior to 2006-07. With this transfer, the Department also recorded a downward adjustment of \$1.023 million against the opening balance of its Retained Earnings in the Balance Sheet. This adjustment represented the write off for the accumulated depreciation as at 30 June 2006 associated with those buildings which the Department had previously recognised separately from the land.

6. Programs of the Department

In achieving its objectives, the Department provides a range of services classified into the following programs:

- Program 1 Transport Policy and Planning**
Development and provision of an effective policy framework, advice and strategic planning services surrounding legislation committed to the Minister.
- Program 2 Transport Infrastructure Services**
The efficient and effective maintenance and operation of marine, rail, road and bridge infrastructure and facilities.
- Program 3 Transport Safety and Regulation Services**
Provision of services that regulate access to the transport system under legislation committed to the Minister and to provide advice on transport safety matters.
- Program 4 Public Transport Services**
Provision of efficient, equitable and accessible public transport services in Metropolitan Adelaide and assisting regional councils and communities to deliver diverse passenger transport services to meet local needs.
- Program 5 Energy Policy and Regulation**
Provision of policy advice on energy issues, energy program delivery and regulatory services for the competitive, sustainable, safe and reliable supply and use of energy, for the benefit of the South Australian community.
- Program 6 State Infrastructure Facilitation**
Review of infrastructure needs and provision of services in relation to prioritisation of across government infrastructure development and the delivery of key projects for the State Government.
- Program 7 Road Safety Policy, Planning and Services**
Provision of policy, planning and services to improve road safety in South Australia.
- Program 8 Information and Communication Technology Services**
Provision of strategic government Information and Communication Technology services, primarily across the public sector, including strategic advice on, and coordination of, agency and sector specific information and communication technology initiatives to assist agencies in the efficient delivery of services to the government and the community.
- Program 9 Building Management**
Provision of services to government agencies in relation to the construction, maintenance and management of building assets.
- Program 10 Community Services**
Provision of specialised services and support, information and policy to the community, government, industry and the Minister in the areas of land administration and the provision of wider access to government information, services and transactions.
- Program 11 Support Services to Government**
Provision of a comprehensive range of ICT services to the Parliament of South Australia including Members and their staff while in Parliament House and at other locations in the State including Electorate and home offices.

7. Employee Benefit Expenses

	2007 \$'000	2006 \$'000
Salaries and wages	110,514	89,401
Board and committee fees (refer below)	105	125
Employment on-costs ⁽¹⁾	21,661	16,168
Annual leave	12,253	8,568
Long service leave	6,323	3,367
Workers compensation expenses	1,890	1,697
TVSP separation payments (refer below)	-	1,609
Other employee related expenses	1,594	559
Total Employee Benefit Expenses	154,340	121,494

⁽¹⁾ Employment on-costs are made up of Superannuation of \$13.821 million (\$10.049 million) and Payroll Tax of \$7.840 million (\$6.119 million).

Targeted Voluntary Separation Packages (TVSPs)

	2007 \$'000	2006 \$'000
TVSPs paid to employees during the reporting period	-	1,609
Annual leave and long service leave accrued over the period	-	495
Recovery from the Department of Treasury and Finance	-	1,609

	2007 Number of Employees	2006 Number of Employees
Number of employees that were paid TVSPs during the reporting period	-	18

The Department is not owed any monies in relation to TVSPs as at 30 June 2007.

Remuneration of Employees

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

	2007 Number of Employees	2006 Number of Employees
\$100,000 to \$109,999	45	34
\$110,000 to \$119,999	21	15
\$120,000 to \$129,999	7	11
\$130,000 to \$139,999	13	5
\$140,000 to \$149,999	4	3
\$150,000 to \$159,999	4	4
\$160,000 to \$169,999	2	3
\$170,000 to \$179,999	2	1
\$180,000 to \$189,999	3	2
\$190,000 to \$199,999	1	3
\$200,000 to \$209,999	2	-
\$210,000 to \$219,999	1	-
\$220,000 to \$229,999	1	-
\$240,000 to \$249,999	-	1
\$250,000 to \$259,999	-	1
\$280,000 to \$289,999	1	-
\$300,000 to \$309,999	1	-
\$510,000 to \$519,999	-	1
Total Number of Employees	108	84

The table includes all employees who received remuneration of \$100 000 or more during the year. The total remuneration for the 108 employees (84 employees) was \$13.81 million (\$11.11 million) and reflects all costs of employment including salaries and wages, superannuation contributions (employer's contribution), fringe benefits tax, other salary sacrifice benefits and separation packages for those with salaries over \$100 000.

A number of functions from the former DAIS were transferred to the Department effective from 1 January 2007. The remuneration table above includes two officers who received remuneration of \$100,000 or more during the period 1 January 2007 to 30 June 2007.

Below is a table showing all employees of the former DAIS transferred to the Department who received remuneration of \$100,000 or more during the financial year from 1 July 2006 to 30 June 2007.

Remuneration of former DAIS Employees

The number of employees whose remuneration received or receivable falls within the following bands:	2007
	Number of Employees
\$100,000 to \$109,999	21
\$110,000 to \$119,999	7
\$120,000 to \$129,999	1
\$130,000 to \$139,999	3
\$140,000 to \$149,999	8
\$150,000 to \$159,999	3
\$160,000 to \$169,999	2
\$170,000 to \$179,999	2
\$190,000 to \$199,999	1
\$200,000 to \$209,999	3
Total Number of Employees	51

Remuneration of Board and Committee Members

Members that were entitled to receive remuneration for membership during the 2006-07 financial year were:

Government Office Accommodation Committee

David McArdle (expired 30 June 2007)

Passenger Transport Standards Committee

Ms Gerada Bader

Mr Ian Bassham

Mr David Gunner *

Ms Margaret Heylen

Mr John Jackson

Ms Kathleen Johnston

Ms Branka King

Mr David King

Mr Geoffrey Krieger

Mr John Mc Kenzie

Ms Deborah Myhill

Mr Frank Pearce

Ms Josephine Tiddy

Mr Denis Hehir (resigned 31 December 2006)

Mr Gordon Porter (resigned 31 December 2006)

Road Safety Advisory Council

Mr Alex Gallacher

Mr Jack McLean

Sir Eric Neal

Major Projects Facilitation Group

Mr Grant Belchamber (expired 1 January 2007)

Mr John Bastian (expired 1 January 2007)

Mr Malcolm Kinnaird (expired 1 January 2007)

Mr Franco Moretti (expired 1 January 2007)

Mr Andrew Vernon Fletcher (expired 1 January 2007) *

South Australian Boating Facility Advisory Committee

Mr Rodney Payze

Stormwater Management Committee

Mr Nick Bolkus (14 September 2006 - 30 June 2007)

Mr William Woods (14 September 2006 - 30 June 2007)

Energy Consumers Council

Mr Max Baldock

Mr Owen Covick

Ms Jane Fisher (appointed 27 March 2007)

Ms Karen Grogan

Ms Rose Linh Le (appointed 27 March 2007)

Mr Anthony Moore

Mr Nathan Paine (appointed 27 March 2007)

Mr John Pike (appointed 27 March 2007)

Ms Carol Vincent (appointed 27 March 2007)

	2007	2006
The number of members whose remuneration received or receivable falls within the following bands:		
\$0 - \$9 999	34	31
\$10 000 - \$19 999	1	2
\$30 000 - \$39 999	-	1
Total Number of Members	35	34

Remuneration of members reflects all costs of performing board/committee member duties including sitting fees, superannuation contributions, fringe benefits tax and other salary sacrifice arrangements. The total remuneration received or receivable by members was \$0.105 million (\$0.125 million).

Amounts paid to a superannuation plan for board/committee members was \$7,000 (\$10,000).

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

* In accordance with the Department of the Premier and Cabinet Circular No. 016, government employees did not receive any remuneration for board/committee duties during the financial year.

8. Supplies and Services

	2007 \$'000	2006 \$'000
Supplies and Services provided by entities within the SA Government:		
Bus and rail service contracts	93,494	93,695
Other service contracts	12,127	11,843
Operating leases	7,049	6,255
Property expenses	1,284	1,446
Plant, equipment and vehicle expenses	71	4,682
Information technology	2,888	4,680
Materials and other purchases	203	11
Utilities	1,358	1,159
Insurance	1,703	1,671
Legal services	1,042	475
Auditor's remuneration (refer Note 13)	584	315
Other	10,310	2,676
Total Supplies and Services – SA Government Entities	132,113	128,908
Supplies and Services provided by entities external to the SA Government:		
Bus and rail service contracts	127,160	122,351
Major infrastructure maintenance contracts	61,342	74,456
Other service contracts	44,502	46,494
Consultants	433	12
Operating leases	44,620	5,418
Property expenses	40,262	815
Plant, equipment and vehicle expenses	5,799	4,529
Information technology	17,659	3,144
Materials and other purchases	14,023	15,796
Utilities	19,524	7,803
Insurance	130	170
Legal services	109	165
Commissions - transaction processing	5,381	4,867
Administrative costs	11,058	11,965
Other	22,850	22,958
Total Supplies and Services - Non SA Government Entities	414,852	320,943
Total Supplies and Services	546,965	449,851

Consultancies

The number and dollar amount of consultancies paid/payable that fell within the following bands:

	2007		2006	
	No.	\$'000	No.	\$'000
Below \$10 000	8	40	3	12
Between \$10 000 and \$50 000	1	13	1	42
Above \$50 000	5	752	1	778
Total Paid/Payable to the Consultants Engaged	14	805	5	832

During 2006-07 the Department spent \$0.805 million (\$0.832 million) on consultancies. This expenditure includes expenses incurred in both investing and operating programs of the Department. Operating expenditure of \$0.433 million (\$0.012 million) is reflected in the Income Statement. The remaining expenditure is attributed to investing projects under works in progress, or part of the costs of assets, that have been capitalised during 2006-07.

9. Depreciation and Amortisation

	2007	2006
	\$'000	\$'000
Depreciation:		
Network assets	117,647	109,077
Plant and equipment	30,403	21,265
Buildings and facilities	11,516	6,818
Total Depreciation	159,566	137,160
Amortisation:		
Leased assets	1,236	969
Intangible assets	2,107	398
Total Amortisation	3,343	1,367
Total Depreciation and Amortisation	162,909	138,527

Change in Depreciation Due to a Revaluation

The Department revalued some of its network assets, plant, equipment and buildings in 2005-06. As a result of that revaluation, depreciation on assets calculated for the current reporting period increased by \$2.977 million. A revaluation of similar assets including facilities was performed in June 2007 and is expected to increase this expense in future periods by a further \$0.511 million.

Change in Depreciation Due to a Revision in Accounting Estimates

In 2005-06 the Department reassessed the useful life of some of its assets. This review in accounting estimates resulted in a decrease of \$6.642 million in the calculated depreciation expense for the current period. A revision of salvage values for network assets applied in June 2007 is expected to decrease the future annual depreciation expense for the Department's asset base by a further \$5.957 million.

10. Grants and Subsidies		
	2007	2006
	\$'000	\$'000
Grants and subsidies paid/payable to entities within the SA Government:		
Recurrent Grants:		
Contribution for policing services	34,853	34,853
Other	2,676	51
Total Grants and Subsidies - SA Government Entities	37,529	34,904
Grants and subsidies paid/payable to entities external to the SA Government:		
Recurrent Grants:		
Bus operating subsidies	3,126	3,248
Energy rebates	5,746	8,048
Transport subsidy scheme	9,811	8,124
Grants to local councils	2,852	4,701
Transport concessions	4,857	4,313
Other	6,579	2,865
Capital Grant:		
Grants to local councils	10,389	-
Total Grants and Subsidies - Non SA Government Entities	43,360	31,299
Total Grants and Subsidies	80,889	66,203

11. Finance Costs		
	2007	2006
Interest and guarantee fees	3,454	3,756
Finance charges on finance leases	859	236
Total Finance Costs	4,313	3,992

12. Other Expenses		
	2007	2006
	\$'000	\$'000
Other expenses paid/payable to entities within the SA Government:		
Rates, taxes and levies	2,032	197
Net losses on foreign exchange	1,029	1,436
Other	22	77
Total Other Expenses - SA Government Entities	3,083	1,710
Other expenses paid/payable to entities external to the SA Government:		
Rates, taxes and levies	1,451	583
Donated assets expense	1,347	-
Bad and doubtful debts expense	380	(202)
Write-off of an asset	3,803	230
Other	2,930	2,291
Total Other Expenses - Non SA Government entities	9,911	2,902
Total Other Expenses	12,994	4,612

13. Auditor's Remuneration		
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	2007 \$'000	2006 \$'000
Audit fees paid/payable to entities within the SA Government:		
Audit fees paid/payable to the Auditor-General's Department	584	315
Total Audit Fees	584	315

Other Services

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

14. Fees and Charges

	2007 \$'000	2006 \$'000
Fees and charges received/receivable from entities within the SA Government:		
Metrotickets	47	25
Motor registrations	3,113	3,095
Marine related fees and charges	32	-
Land services fees	102	-
Other fees and charges	351	39
Total Fees and Charges - SA Government Entities	3,645	3,159
Fees and charges received/receivable from entities external to the SA Government:		
Drivers licence fees	26,860	21,474
Metrotickets	70,760	64,294
Motor registrations	242,583	235,336
Marine related fees and charges	10,045	9,869
Other fees and charges	5,032	3,633
Total Fees and Charges - Non SA Government Entities	355,280	334,606
Total Fees and Charges	358,925	337,765

Road Safety

In accordance with the Highways Act 1926, \$4.477 million (\$3.579 million) being 1/6th of driver's licence collections and \$0.513 million (\$0.487 million) being 1/100th of Heavy Vehicle Registrations, was applied towards funding transport safety related initiatives under the Transport Safety and Regulation Services and Transport Infrastructure Services programs.

15. Commonwealth Revenue

	2007 \$'000	2006 \$'000
Commonwealth revenue received/receivable from entities external to the SA Government comprised:		
<i>Auslink (National Land Transport) Act 2005</i>	100,233	78,138
<i>Interstate Road Transport Act 1985</i>	6,205	6,050
<i>Roads to Recovery Act 2000</i>	-	5,499
Other Commonwealth revenues	5,804	1,915
Total Commonwealth Revenue - Non-SA Government Entities	112,242	91,602
Total Commonwealth Revenue	112,242	91,602

16. Sale of Goods and Services

	2007 \$'000	2006 \$'000
Sale of goods and services received/receivable from entities within the SA Government:		
IT and telecommunication services	26,429	-
Maintenance services	34,181	-
Other sale of goods	347	1,097
Other sale of services	7,323	-
Total Sale of Goods and Services - SA Government Entities	68,280	1,097
Sale of goods and services received/receivable from entities external to the SA Government:		
Other sale of goods	10,257	12,451
Other sale of services	13,011	1,449
Total Sale of Goods and Services - Non-SA Government Entities	23,268	13,900
Total Sale of Goods and Services	91,548	14,997

Impact of government restructure activities

With the transfer of a number of functions from the former DAIS effective from 1 January 2007, the Department has reported substantial increases in its revenue base specifically in the areas of "Sale of Goods and Services" and "Rental Income" (refer Note 17).

17. Rental Income

	2007 \$'000	2006 \$'000
Rental income received/receivable from entities within the SA Government:		
Government accommodation	50,600	-
Property rents and recoveries	-	101
Other lease income	460	687
Total Rental Income - SA Government Entities	51,060	788
Rental income received/receivable from entities external to the SA Government:		
Property rents and recoveries	2,230	2,204
Other lease income	22,213	3,062
Total Rental Income - Non-SA Government Entities	24,443	5,266
Total Rental Income	75,503	6,054

18. Grants and Subsidies

	2007 \$'000	2006 \$'000
Grants and subsidies received/receivable from entities within the SA Government:		
Concessional passenger income	40,315	36,568
Total Grants and Subsidies - SA Government Entities	40,315	36,568
Grants and subsidies received/receivable from entities external to the SA Government:		
Concessional passenger income	46	168
Total Grants and Subsidies - Non-SA Government Entities	46	168
Total Grants & Subsidies	40,361	36,736

Concessional Passenger Income

This represents fare concession receipts to fund concessional travel provided to pensioners, the unemployed and students on passenger transport in metropolitan and regional areas.

19. Interest		
	2007	2006
	\$'000	\$'000
Interest received/receivable from entities within the SA Government:		
Interest from entities within the SA Government	9,453	4,660
Total Interest - SA Government Entities	9,453	4,660
Total Interest	9,453	4,660

20. Commissions Received		
	2007	2006
	\$'000	\$'000
Commissions received from entities within SA Government	11,168	9,783
Total Commissions Received	11,168	9,783

21. Net Gain or Loss on Disposal of Assets		
	2007	2006
	\$'000	\$'000
Land, Buildings and Facilities:		
Proceeds from disposal	19,680	13,426
Net book value of assets disposed	13,969	11,275
Net Gain (Loss) from Disposal of Land, Buildings and Facilities	5,711	2,151
Plant and Equipment:		
Proceeds from disposal	209	1,496
Net book value of assets disposed	340	1,202
Net Gain (Loss) from Disposal of Plant and Equipment	(131)	294
Network Assets:		
Proceeds from disposal	-	-
Net book value of assets disposed	-	1,461
Net Gain (Loss) from Disposal of Network Assets	-	(1,461)
Total Assets:		
Proceeds from disposal	19,889	14,922
Net book value of assets disposed	14,309	13,938
Total Net Gain from Disposal of Assets	5,580	984

22. Resources Received Free of Charge		
	2007	2006
	\$'000	\$'000
Land, buildings and facilities	660	-
Total Resources Received Free of Charge	660	-

This represents land received by the Department for no consideration and recognised at fair value.

23. Other Income		
	2007	2006
	\$'000	\$'000
Other income received/receivable from entities within the SA Government:		
Recoveries and contributions	1,837	729
Reimbursement works and external project contributions	1,020	3,500
Intra government transfers	3,484	3,056
Total Other Income from SA Government Entities	6,341	7,285
Other income received/receivable from entities external to the SA Government:		
Recoveries and contributions	2,694	3,662
Reimbursement works and external project contributions	2,958	6,003
Sundry income	105	87
Total Other Income from Non SA Government Entities	5,757	9,752
Total Other Revenue	12,098	17,037

24. Revenues from / Payments to SA Government		
	2007	2006
	\$'000	\$'000
Revenues from SA Government:		
Appropriations from Consolidated Account pursuant to the <i>Appropriation Act</i>	365,452	374,001
Transfers from contingency provisions	12,406	4,395
Total Revenues from SA Government	377,858	378,396
Payments to SA Government:		
Income tax equivalent payments (Refer Note 3.7)	3,212	-
Other payments to consolidated account	2,569	4,372
Total Payments to SA Government	5,781	4,372

25. Cash and Cash Equivalents		
	2007	2006
	\$'000	\$'000
Deposits at Call – Westpac	388,173	331,420
Deposits with the Treasurer (Accrual Appropriation)	3,962	1,837
Imprest Account	2,248	248
Other	194	95
Total Cash	394,577	333,600

Other

Includes petty cash floats, cashiers' floats and other cash on hand.

26. Receivables		
	2007	2006
	\$'000	\$'000
Current:		
Receivables	49,518	19,986
Less: Provision for doubtful debts	(1,489)	(1,113)
Finance lease receivables	531	-
GST receivable	12,390	9,376
Accrued revenues	28,972	6,779
Total Current Receivables	89,922	35,028
Non-Current:		
Receivables	7,613	40
Total Non-Current Receivables	7,613	40
Total Receivables	97,535	35,068
Government / Non Government Receivables		
	2007	2006
	\$'000	\$'000
Receivables from SA Government Entities:		
Receivables	27,456	3,179
Provision for doubtful debts	(49)	-
Finance lease receivables	531	-
Accrued revenues	23,030	523
Total Current Receivables from SA Government Entities	50,968	3,702
Total Non-Current Receivables from SA Government Entities	6,127	-
Receivables from Non-SA Government Entities		
Receivables	22,062	16,807
Provision for doubtful debts	(1,440)	(1,113)
GST receivables	12,390	9,376
Accrued revenues	5,943	6,256
Total Current Receivables from Non-SA Government Entities	38,955	31,326
Total Non-Current Receivables from Non-SA Government Entities	1,485	40
Total Receivables	97,535	35,068

Provision for doubtful debts

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

Movements in the provision for doubtful debts	\$'000
Carrying amount at the beginning of the period	1,113
Provision acquired through restructure	166
Increase in the provision	385
Amounts written off	175
Carrying amount at the end of the period	1,489

Bad and doubtful debts

The Department has recognised a bad and doubtful debt expense of \$0.380 million in the Income Statement.

27. Inventories		
	2007	2006
	\$'000	\$'000
Current:		
Inventories held for distribution at no or nominal amount	5,329	5,646
Inventories held for sale	160	115
Total Current Inventories	5,489	5,761
Total Inventories	5,489	5,761

28. Other Current Assets		
	2007	2006
	\$'000	\$'000
Current:		
Prepayments	6,519	11,049
Total Current Other Assets	6,519	11,049

Government / Non Government Other Assets		
	2007	2006
	\$'000	\$'000
Other Assets from SA Government Entities:		
Prepayments	445	-
Other Assets from SA Government Entities	445	-
Other Assets from Non-SA Government Entities:		
Prepayments	6,074	11,049
Other Assets from Non-SA Government Entities	6,074	11,049
Total Other Assets	6,519	11,049

29. Non-Current Assets Classified as Held for Sale		
	2007	2006
	\$'000	\$'000
Non-Current Assets Classified as Held for Sale:		
Land, buildings and facilities	15,106	9,807
Total Non-Current Assets Classified as Held for Sale	15,106	9,807

The Department has identified \$15.106 million (\$9.807 million) of Land, Buildings and Facilities that are surplus to the Department's requirements. The Land, Buildings and Facilities are expected to be sold within 12 months by public tender or auction.

30. Land, Buildings and Facilities		
	2007	2006
	\$'000	\$'000
Land:		
Land at fair value	380,071	275,886
Total Land	380,071	275,886
Land for Current Projects:		
Land for Current Projects	28,858	-
Total Land for Current Projects	28,858	-
Buildings and Facilities:		
Buildings and facilities (deemed fair value)	673,790	315,920
Accumulated depreciation	156,499	135,691
Total Buildings and Facilities	517,291	180,229
Buildings and Improvements Under Lease:		
Buildings and improvements under lease (deemed fair value)	19,898	-
Accumulated depreciation	940	-
Total Buildings and Facilities Under Lease	18,958	-
Total Land, Buildings and Facilities	945,178	456,115

Valuation of Land, Buildings and Facilities

Refer to Note 3.20 for details relating to the revaluation of Land, Buildings and Facilities.

RECONCILIATION OF LAND, BUILDINGS AND FACILITIES

The following table shows the movement of Land, Buildings and Facilities during 2006-07

	Land at Fair Value	Land for Current Projects	Buildings & Facilities	Buildings & Improvements Under Lease	Total
	\$000's	\$000's	\$000's	\$000's	\$000's
Carrying amount at 1 July	275,887	-	180,228	-	456,115
Reclassification to assets held for sale	(234)	-	516	-	282
Additions	4,679	14,188	7,807	57	26,731
Disposals	(2,519)	-	(252)	-	(2,771)
Donated assets	(1,231)	-	(19)	-	(1,250)
Write offs	(2,046)	-	(130)	-	(2,176)
Revaluation increment (decrement)	19,916	-	30,475	-	50,391
Transfer from WIP	-	-	7,314	109	7,423
Depreciation and amortisation	-	-	(11,516)	(237)	(11,753)
Acquisition (disposal) through administrative restructuring	105,522	-	312,479	19,029	437,030
Acquisition (disposal) from transfer	(19,903)	14,670	(9,611)	-	(14,844)
Carrying amount at 30 June	380,071	28,858	517,291	18,958	945,178

31. Plant and Equipment

	2007 \$'000	2006 \$'000
Plant and Equipment		
Plant and equipment (deemed fair value)	602,433	484,280
Information technology (IT)	20,337	5,114
IT under lease	4,881	3,265
	627,651	492,659
Accumulated depreciation - Plant and equipment	340,555	311,873
Accumulated depreciation - Information technology (IT)	11,786	4,050
Accumulated depreciation - IT under lease	3,492	3,028
	355,833	318,951
Total Plant and Equipment	271,818	173,708

Valuation of Plant and Equipment

Refer to Note 3.20 for details relating to the revaluation of Plant and Equipment.

RECONCILIATION OF PLANT AND EQUIPMENT

The following table shows the movement of Plant and Equipment during 2006-07

	Plant and Equipment \$000's	Information Technology \$000's	IT Under Lease \$000's	Total \$000's
Carrying amount at 1 July	172,408	1,063	237	173,708
Additions	54,402	961	1,138	56,501
Disposals	(337)	-	(2)	(339)
Write offs	(498)	-	-	(498)
Revaluation increment (decrement)	4,148	-	-	4,148
Depreciation and amortisation	(29,303)	(1,316)	(999)	(31,618)
Acquisition (disposal) through administrative restructuring	65,097	7,799	1,015	73,911
Transfers due to reclassification of assets	(6,911)	2	-	(6,909)
Transfer to/from works in progress	2,872	42	-	2,914
Carrying amount at 30 June	261,878	8,551	1,389	271,818

Depreciation of Plant and Equipment

Total depreciation associated with Plant and Equipment for 2006-07 was \$31.618 million. Of this amount, \$31.402 million has been reported within the Income Statement as operating expenditure of the Department. The remaining \$0.216 million relates to capital projects and leased assets that have been reflected within the value of the Department's assets as at 30 June 2007.

32. Network Assets

	2007 \$'000	2006 \$'000
Network Assets		
Network assets (deemed fair value)	8,630,643	8,706,780
Rail and bus track	133,584	100,131
	8,764,227	8,806,911
Accumulated depreciation - network	4,207,061	4,199,705
Accumulated depreciation - rail and bus track	39,394	26,994
	4,246,455	4,226,699
Total Network Assets	4,517,772	4,580,212

Valuation of Network Assets

Refer to Note 3.20 for details relating to the revaluation of Network Assets.

RECONCILIATION OF NETWORK ASSETS

The following table shows the movement of Network Assets during 2006-07

	Roads and Signs	Earthwork s	Bridges and Culverts	Traffic Signals and Road Lighting	Busway/ Tramline	Other	Total
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
Carrying amount at 1 July	2,093,851	1,641,933	686,651	79,983	73,137	4,657	4,580,212
Additions	35,389	5,732	8,681	2,386	-	-	52,188
Write offs	-	-	(484)	(578)	-	-	(1,062)
Revaluation increment (decrement)	45,944	(140,910) ⁽¹⁾	74,878	(376)	11,039	1,084	(8,341)
Depreciation and amortisation	(93,056)	-	(15,277)	(6,698)	(2,408)	(208)	(117,647)
Transfers in due to reclassification of assets	-	-	-	-	12,422	-	12,422
Carrying amount at 30 June	2,082,128	1,506,755	754,449	74,717	94,190	5,533	4,517,772

⁽¹⁾ In June 2007, the Department reviewed the replacement values of its Earthworks based on current prices and noted a marked decrease in the carrying amount of this asset. The decrease was primarily attributable to the movement in current prices since the date of last revaluation (June 2004) being significantly less than the movement anticipated to occur through the annual indexing of this asset using the *Australian Bureau of Statistics* Road and Bridge Construction Index. Given this large disparity in anticipated price increases, the Department will be undertaking a review of its current revaluation methodology for annual indexing of Earthworks in 2007-08 to determine whether a more appropriate or relevant index factor should be used.

33. Capital Works In Progress

	2007	2006
	\$'000	\$'000
Capital Works in Progress		
Capital Works in Progress - buildings and facilities	25,027	1,947
Capital Works in Progress - road network	360,469	182,977
Capital Works in Progress - plant and equipment	4,498	4,610
Total Capital Works in Progress	389,994	189,534

Valuation of Work in Progress

Refer to Note 3.20 for details regarding Works in Progress valuations.

RECONCILIATION OF CAPITAL WORKS IN PROGRESS

The following table shows the movement of Capital Works in Progress during 2006-07

	Road Network	Plant and Equipment	Building and Facilities	Total
	\$000's	\$000's	\$000's	\$000's
Carrying amount at 1 July	206,717	4,940	1,947	213,604
Prior period adjustments	(23,740)	(330)	-	(24,070)
Adjusted opening balance	182,977	4,610	1,947	189,534
Additions	246,974	55,078	11,031	313,083
Transfer to capital	(52,188)	(59,809)	(10,270)	(122,267)
Transfer to operating	(17,294)	(505)	-	(17,799)
Transfers from administrative restructures	-	4,217	23,305	27,522
Other movements	-	907	(986)	(79)
Carrying amount at 30 June	360,469	4,498	25,027	389,994

34. Intangible Assets

	2007	2006
	\$'000	\$'000
Software:		
Computer software	34,538	9,551
Accumulated amortisation	15,994	398
Total Intangible Assets	18,544	9,153

Valuation of Intangible Assets

Intangible assets in the current year represent the TRUMPS Software System, the Strategic Asset Management Information System, Real Estate Management Progenisis software for rental collection, Telecommunication Billing System, Web Based Purchasing Interface (with ICT vendors) and license agreements with ETSA utilities for use of broadband fibre at regional centres (Whyalla, Port Augusta and Port Lincoln). The Intangible Assets of the Department are valued at historical cost. Refer Note 3.19 for details on the Valuation of Intangible Assets.

RECONCILIATION OF INTANGIBLE ASSETS

The following table shows the movement of Intangible Assets during 2006-07

	2007	2006
	\$'000	\$'000
Carrying amount at 1 July	9,153	544
Additions	654	9,551
Donated assets	(96)	-
Depreciation and amortisation	(2,107)	(398)
Acquisition (disposal) through administrative restructuring	8,175	(544)
Transfer from works in progress	2,765	-
Carrying amount at 30 June	18,544	9,153

35. Payables		
	2007	2006
	\$'000	\$'000
Current:		
Creditors	58,099	44,715
Accrued expenses	45,437	15,967
Employment on-costs	4,385	2,183
Total Current Payables	107,921	62,865
Non-Current:		
Employment on-costs	4,837	3,045
Total Non-Current Payables	4,837	3,045
Total Payables	112,758	65,910
Government / Non Government Payables		
	2007	2006
	\$'000	\$'000
Payables to SA Government Entities:		
Creditors	15,469	2,481
Accrued expenses	6,710	1,065
Employment on-costs current (super & payroll tax)	4,385	2,183
Employment on-costs non-current (super and payroll tax)	4,837	3,045
Total Payables to SA Government Entities	31,401	8,774
Payables to Non-SA Government Entities:		
Creditors	42,630	42,234
Accrued expenses	38,727	14,902
Total Payables to Non-SA Government Entities	81,357	57,136
Total Payables	112,758	65,910
36. Interest Bearing Liabilities		
	2007	2006
	\$'000	\$'000
Long-Term Borrowings:		
Balance as at 1 July	47,760	49,079
Less: Repayments		
Public Transport assets	-	1,319
Balance as at 30 June	47,760	47,760
Finance Leases:		
Balance as at 1 July	1,865	1,694
Increase in lease liabilities due to:		
New leases	1,138	1,167
Transfers	20,878	-
Less: Repayments	1,250	996
Balance at 30 June	22,631	1,865
Total Interest Bearing Liabilities	70,391	49,625
Current	1,694	696
Non Current	68,697	48,929
Total Interest Bearing Liabilities	70,391	49,625

37. Employee Benefits		
	2007	2006
	\$'000	\$'000
Current:		
Annual leave	14,725	9,640
Long service leave	3,992	1,890
Accrued salaries and wages	3,383	2,215
Total Current Employee Benefits	22,100	13,745
Non-Current:		
Long service leave	50,582	31,856
Total Non-Current Employee Benefits	50,582	31,856
Total Employee Benefits	72,682	45,601

The total current and non-current employee expense (i.e. aggregate employee benefit plus related on-costs) for 2007 is \$18.863 million and \$38.426 million respectively.

Annual Leave

Annual leave is classified as a current liability as employees are required to take all annual leave within the year of entitlement.

Long Service Leave

Long Service Leave liability has been allocated between current and non-current liabilities using the leave pattern history of the previous year.

Based on an actuarial assessment performed by the Department of Treasury and Finance, the benchmark measurement of the long service leave liability has been revised from 7 to 6.5 years.

38. Provisions		
	2007	2006
	\$'000	\$'000
Current:		
Provision for workers compensation	1,423	1,031
Site remediation	752	974
Provision for Indentured Ports payment to the Treasurer	10,070	7,900
Other provisions	2,311	-
Total Current Provisions	14,556	9,905
Non-Current:		
Site remediation	4,462	4,968
Provision for workers compensation	3,398	2,672
Total Non-Current Provisions	7,860	7,640
Total Provisions	22,416	17,545
Carrying amount at 1 July	17,545	14,325
Provision acquired on restructure	2,790	-
Increase in the provision	4,686	3,514
Decrease in the provision	2,605	294
Carrying amount at 30 June	22,416	17,545

39. Other Liabilities		
	2007	2006
	\$'000	\$'000
Current:		
Deferred income	38,401	13,434
Other	5,782	-
Total Current Other Liabilities	44,183	13,434
Non-Current:		
Deferred income	85,992	102,700
Total Non-Current Other Liabilities	85,992	102,700
Total Other Liabilities	130,175	116,134

On 29 June 2005, the Department received a conditional grant of \$15 million in relation to funding for the Eyre Peninsula Grain Transport Plan Rail System Upgrade. The unspent balance of this fund has been disclosed as deferred income in accordance with Accounting Policy Framework V *Income Framework*, APS 4.12.

The Auslink Advance Specific Projects Fund includes Commonwealth Grants received in relation to the Accelerated Sturt Highway Package and the Auslink Strategic Regional Programme. The Department received a conditional Commonwealth grant of \$100 million for works to be performed under the Accelerated Sturt Highway Package on the 30 June 2006, to be expended over the four year period between 2006-2007 and 2009-10. The Department also received a Commonwealth grant of \$11.190 million on 27 June 2007 for works to be performed under the Auslink Strategic Regional Programme. The funds are to be expended over the three year period between 2006-2007 and 2008-09.

These funds have been disclosed as deferred income in accordance with Accounting Policy Framework V *Income Framework*, APS 4.12.

40. Adjustments to Equity		
	2007	2006
	\$'000	\$'000
Adjustments against Accumulated Surplus:		
Work in progress adjustment	24,070	29,038
Asset recognition adjustments	(20,474)	(39,308)
Commonwealth grant adjustments	-	15,000
Provision for Indentured Ports payment	-	4,516
Other	(629)	1,495
Total Adjustments against Accumulated Surplus	2,967	10,741
Adjustments against Asset Revaluation Reserve:		
Asset recognition adjustments	-	(39)
Total Adjustments against Asset Revaluation Reserve	-	(39)
Total Adjustments to Equity	2,967	10,702

Work in Progress Adjustment

During 2006-07, various projects that has been included as capital works in progress as at 30 June 2006 were subsequently completed. It was determined that the Department was unable to capitalise all of the expenditure from these completed projects and as a result \$24.070 million (\$29.038 million) was brought to account by means of adjustment directly against Accumulated Surplus.

Asset Recognition Adjustments

Asset recognition adjustments reflect network assets and plant that have been recognised in the 2006-07 financial statements, which were purchased in prior years. The adjustments are as a result of more accurate and complete information being recorded in the Department's subsidiary ledgers, which better reflects the Department's asset base.

41. Financial Instruments**(a) Terms, Conditions and Accounting Policies****(i) Financial Assets**

Cash is available at call and is recorded at cost. Interest revenue is recorded on an accrual basis, with only certain funds held within the total cash balance being interest bearing.

Receivables are raised for all goods and services provided, for which payment has not been received. Receivables are normally settled within 30 days or in accordance with the terms specified in the contract.

(ii) Financial Liabilities

Creditors and accruals are recognised for all amounts billed but unpaid at an amount equal to the value of goods and services provided. Creditors are normally settled within 30 days.

Finance leases are recorded at amounts equal to the present value of the minimum lease payments using a government borrowing rate of 6.67% (as at 30 June 2007). Lease payments are made in accordance with the schedules determined at the inception of each lease.

Borrowings are recorded at the amount still owing, taking into account repayments and interest accrued. Interest expense is recognised on an accrual basis. Borrowings are drawn from the Department of Treasury and Finance at the Common Public Sector Interest Rate of 6.5% (as at 30 June 2007). Repayments are determined in negotiation with the South Australian Government Financing Authority (SAFA).

(b) Interest Rate Risk

The Department's exposure to interest rate risk is measured in reference to the level of interest and non-interest bearing assets and liabilities held at reporting date.

<i>Financial Instrument</i>	2007				Weighted Average Effective Interest Rate %
	Floating Interest Rate %	Interest Bearing \$'000	Non-Interest Bearing \$'000	Total Carrying Amount \$'000	
Financial Assets:					
Cash assets	6.10%	159,942	234,635	394,577	5.98%
Finance lease receivable		6,658	-	6,658	7.00%
Receivables		-	90,877	90,877	
		166,600	325,512	492,112	
Financial Liabilities:					
Payables		-	112,758	112,758	
Finance leases	6.67%	22,631	-	22,631	6.36%
Borrowings	6.50%	47,760	-	47,760	6.56%
		70,391	112,758	183,149	
2006					
<i>Financial Instrument</i>	Floating Interest Rate %	Interest Bearing \$'000	Non-Interest Bearing \$'000	Total Carrying Amount \$'000	Weighted Average Effective Interest Rate %
Financial Assets:					
Cash assets	5.43%	175,995	157,605	333,600	5.38%
Receivables		-	35,068	35,068	
		175,995	192,673	368,668	
Financial Liabilities:					
Payables		-	65,911	65,911	
Finance leases	6.32%	1,865	-	1,865	5.52%
Borrowings	6.95%	47,760	-	47,760	6.95%
		49,625	65,911	115,536	

(c) Credit Risk

The Department's maximum exposure to credit risk at reporting date is measured at the carrying amount of its receivables as indicated in the Balance Sheet.

(d) Fair Value (Market) Risk

The Department's financial instruments are disclosed at a carrying amount that approximates their net fair value. The amount for financial assets approximates the net fair value due to the short-term to maturity of the items, or due to the assets being receivable on demand. The carrying amount of financial liabilities is considered to be a reasonable estimate of net fair value.

42. Transferred Functions

On the 28 September 2006, the Government announced the administrative restructure of the Department for Administrative and Information Services (DAIS) with all of its business units or functions transferring to a number of other government departments, namely:

- Department for Transport, Energy and Infrastructure (DTEI);
- Department of the Premier and Cabinet (DPC);
- Department of Treasury and Finance (DTF); and
- Attorney-General's Department (AGD)

For financial accounting and reporting purposes the effective date of this transfer was 1 January 2007.

Total income and expenses attributable to the functions which transferred to this Department for the full financial year are:

	DAIS 1/7/06 to 31/12/06	DTEI 1/1/07 to 30/06/07
Employee benefits costs	31,769	33,056
Supplies and services	120,694	129,012
Depreciation and amortisation	12,228	13,095
Other expenses	1,852	3,539
Total Expenses	166,543	178,702
Total Income	160,504	163,122
Net Cost of Providing Services	6,039	15,580
Revenues from (Payments to) SA Government	363	28,325
Net Result Before Restructuring and Tax	(5,676)	12,745

On transfer of these functions, the following assets and liabilities in its Balance Sheet were recognised:

	2007 \$'000
Cash	20,588
Receivables	93,617
Inventories	106
Property, plant and equipment	538,463
Intangibles	8,175
Other assets	16,066
Total Assets	677,015
Payables	(47,636)
Interest bearing liabilities	(20,877)
Employee entitlements	(21,839)
Provisions	(2,769)
Other liabilities	(6,859)
Total Liabilities	(99,980)
Net Assets Transferred	577,035

The former Department of Administrative and Information Services (DAIS) reported appropriations at a corporate level. DAIS Corporate was transferred to the Department of Treasury and Finance (DTF), effective 1 January 2007. Appropriations received during 1 July to 31 December 2006 cannot be reasonably allocated across all former DAIS business units. Therefore, all appropriations relating to the former DAIS entity received during this period will be reported by DTF.

43. Commitments for Expenditure

Capital Commitments	2007	2006
	\$' 000	\$' 000
Capital expenditure contracted for at the reporting date but not recognised as liabilities in the financial report, are payable as follows:		
Within one year	143,327	116,328
Later than one year but no later than five years	50,125	3,600
Later than five years	-	-
Total Capital Commitments	193,452	119,928

The Department's Capital Commitments are predominantly for aggregate capital expenditure on construction projects relating to road networks.

Remuneration Commitments	2007	2006
	\$' 000	\$' 000
Commitments for the payment of salaries and other remuneration under fixed term employment contracts in existence at the reporting date but not recognised as liabilities are payable as follows:		
Within one year	19,628	15,081
Later than one year but no later than five years	26,445	22,197
Total Remuneration Commitments	46,073	37,278

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

Other Commitments	2007	2006
	\$' 000	\$' 000
Within one year	256,201	244,992
Later than one year but no later than five years	258,312	625,879
Later than five years	188,535	-
Total Other Commitments	703,048	870,871

Operating Lease Commitments as Lessee	2007	2006
	\$' 000	\$' 000
Commitments under non-cancellable operating leases at the reporting date but not recognised as liabilities in the financial report, are payable as follows:		
Within one year	80,087	3,483
Later than one year but no later than five years	164,415	9,848
Later than five years	75,463	17,148
Total Operating Lease Commitments as Lessee	319,965	30,479

Operating Lease Commitments as Lessor	2007	2006
	\$' 000	\$' 000
Commitments under non-cancellable operating leases at the reporting date but not recognised as receivable in the financial report, are as follows:		
Within one year	83,525	-
Later than one year but no later than five years	183,606	-
Later than five years	61,109	-
Total Operating Lease Commitments as Lessor	328,240	-

The Department's operating leases are for motor vehicles, accommodation, office equipment and some items of plant and equipment.

Commercial accommodation leases are non cancellable with terms ranging from 1 to 10 years. Rental is payable in advance with no contingent rental provisions. Residential accommodation leases are cancellable with varying terms and have no option to renew.

Motor vehicle leases are cancellable, rentals are paid monthly in arrears and no contingent rental provisions exist within the agreement. Motor vehicle lease terms may be for 3 years (or 60,000 kms whichever comes first) or 5 years (or 100,000 kms whichever comes first).

Photocopier leases are non cancellable with terms of 4 years, with rentals paid monthly.

Finance Lease Commitments - as Lessee	2007	2006
	\$' 000	\$' 000
Future minimum lease payments under finance leases and hire purchase contracts together with the present value of net minimum lease payments are as follows:		
Within one year	4,732	893
Later than one year but no longer than five years	15,659	1,347
Later than five years	47,022	-
Minimum Lease Payments	67,413	2,240
Less: Future finance leases lease charges	44,782	375
Amount recognised as liability	22,631	1,865
Total Finance Lease Commitments - as Lessee	22,631	1,865

The present value of finance lease payable is as follows:

Within one year	1,694	696
Later than one year but no longer than five years	4,777	1,169
Later than five years	16,160	-
Present value of Finance Lease	22,631	1,865

Representing:

Current	1,694	696
Non-Current	20,937	1,169
	22,631	1,865

Finance Lease Commitments - as Lessor	2007	2006
	\$' 000	\$' 000
Finance lease receivables contracted for at the reporting date are as follows:		
Within one year	980	-
Later than one year but no longer than five years	3,669	-
Later than five years	5,548	-
Minimum Lease Payments	10,197	-
Less: Unearned finance income	3,539	-
Amount recognised as liability	6,658	-
Total Finance Lease Commitments - as Lessor	6,658	-
The present value of finance lease receivable is as follows:		
Within one year	531	-
Later than one year but no longer than five years	2,277	-
Later than five years	3,850	-
Present value of Finance Lease	6,658	-
Representing:		
Current	531	-
Non-Current	6,127	-
	6,658	-

The Department's computer and network printer equipment leases are non cancellable with terms of three to four years. Each lease contains three options at the conclusion of the current term being: return equipment, extend the lease at fair market value or purchase the equipment at fair market value. In all cases the Department chooses to exercise its right to return the equipment. The weighted average interest rate implicit in the lease is 5.54%.

The lease for Roma Mitchell House is non cancellable, for a term of 40 years. At the end of the lease term, the building becomes part of the Department's owned portfolio. Rental is payable monthly, in advance. A contingent rental provision exists, in which an amount is expensed after taking into account the principal reduction and interest expense from the monthly lease payment. The lease payment changes each year in accordance with CPI. The weighted average interest rate implicit in the lease is 5.52%

Residential finance leases are non cancellable, for a term of 20 years. At the end of the lease term, the asset belongs to the Department. Rental is paid one month in advance and there are no contingent rental provisions. The weighted average interest rate implicit in the lease is 7%.

Equipment for the StateNet Core Network has been leased under a non cancellable lease for a term of 5 years. Rentals are paid monthly and there are no contingent rental provisions. The weighted average interest rate implicit in the lease is 6.73%.

44. Contingent Assets and Liabilities**Non-Quantifiable**

At 30 June 2007, the Department had possible material exposures resulting from litigation (or pending litigation) in respect of claims for property damage or personal injury. The Department has also received notification of other cases not yet subject to Court action or formal claim, which may result in subsequent litigation in the future.

The Department also has possible material exposure resulting from the ongoing monitoring and treatment of contaminated land assets to bring the land into a position for future use or sale.

The Department believes that the extent of these liabilities cannot be reliably measured at balance date.

Quantifiable

At 30 June 2007, the Department has no quantifiable contingent assets.

45. Cash Flow Reconciliation

	2007 \$'000	2006 \$'000
Reconciliation of Cash – Cash at Year End as per:		
Cash Flow Statement	394,577	333,600
Balance Sheet	394,577	333,600
Reconciliation of Net Cash Provided by/(used in) Operating Activities to Net Cost of Providing Services:		
Net cash inflows from operating activities	338,474	340,858
Less: Revenues from SA Government	377,858	378,396
Add: Payments to SA Government	3,611	987
Add (less): Non-Cash Items:		
Net gain (loss) from disposal of assets	5,580	984
Depreciation/amortisation of assets	(162,909)	(138,527)
Write off of an asset	(3,803)	(230)
Donated assets expense	(1,347)	-
Write-down of inventories to net realisable value	-	(35)
Fair value of assets received	660	-
Changes in Assets and Liabilities:		
Increase (Decrease) in Receivables	(40,311)	8,915
Increase (Decrease) in Inventories	(272)	(453)
Increase (Decrease) in Other Assets	(825)	-
(Increase) Decrease in Payables and Provisions	2,386	(3,464)
(Increase) Decrease in Other Liabilities	(8,258)	(95,700)
Net Cost of Providing Services	(244,872)	(265,061)

46. Indenture Ports

The Department manages the indenture and private ports. Funds in regard to cargo services and harbour services charges are collected by the Department and applied to the maintenance of indenture ports. Any remaining funds are returned to the Department of Treasury and Finance by way of a payment to the Consolidated Account. Assets associated with these ports include land and facilities at Port Bonython, Ardrossan and Whyalla.

The amount paid to the Department of Treasury and Finance in 2006-07 was \$0.399 million (\$0.987 million). In addition to the amount paid, the Department has recognised a provision in 2006-07 of \$10.070 million (\$7.900 million) representing the outstanding funds to be collected by the Department and returned to the Department of Treasury and Finance.

47. Rail Transport Facilitation Fund

The *Rail Transport Facilitation Fund Act 2001*, which established the Rail Transport Facilitation Fund was proclaimed in December 2001. Net income derived from the sale or leasing of railway assets and net income derived by the State from rail facilitation projects is to be paid into the fund.

Approval was given for the creation of the Rail Transport Facilitation Fund on 20 September 2002. Income from the sale and leasing of railway land and costs associated with these assets has been transacted through the Transport Operating Account up to 20 September 2002.

	2007 \$'000	2006 \$'000
Inflows:		
Income into the Fund	56,661	40,747
Total Inflows	56,661	40,747
Outflows:		
Expenditure from the Fund	55,546	29,052
Total Outflows	55,546	29,052
Net Surplus/(Deficit)	1,115	11,695
Fund Balance		
Balance at 1 July	38,203	26,508
Net Surplus (Deficit)	1,115	11,695
Balance at 30 June	39,318	38,203

Income into the Fund

The increased income into the fund in 2006-07 results predominately from \$41.1 million income related to the Port River Expressway - Stage 3 (Rail). This is made up of a Federal payment of \$12.7 million and a State appropriation of \$28.4 million.

Expenditure from the Fund

The increased expenditure from the fund in 2006-07 results predominately from \$36.0 million being spent on the Port River Expressway - Stage 3 (Rail).

48. Community Road Safety Fund

The Community Road Safety Fund has been operative since 1 July 2003, and is currently funded by an appropriation from Treasury and Finance. These funds are utilised for the purposes of Road Safety Related expenditure, including a payment to SAPOL for safety related policing expenditure. The appropriation represents revenue forecasts of funds expected to be collected by SAPOL and the Courts Administration Authority for traffic infringements.

	2007 \$'000	2006 \$'000
Inflows:		
Income into the Fund	69,067	59,310
Total Inflows	69,067	59,310
Outflows:		
Expenditure from the Fund	66,785	59,315
Total Outflows	66,785	59,315
Net (Deficit)/Surplus	2,282	(5)
Fund Balance		
Balance at 1 July	463	468
Net (Deficit) Surplus	2,282	(5)
Balance at the End of the Financial Year	2,745	463

Expenditure from the Fund

During 2006-07 SAPOL received an amount of \$34.9 million from the Fund.

49. AusLink Advance Account for Specific Projects

The Auslink Advance Specific Projects Fund includes Commonwealth Grants received in relation to the Accelerated Sturt Highway Package and the Auslink Strategic Regional Programme. The Department received a conditional Commonwealth grant of \$100 million for works to be performed under the Accelerated Sturt Highway Package on the 30 June 2006, to be expended over the four year period between 2006-2007 and 2009-10. The Department also received a Commonwealth grant of \$11.190 million on 27 June 2007 for works to be performed under the Auslink Strategic Regional Programme. The funds are to be expended over the three year period between 2006-2007 and 2008-09.

These funds have been disclosed as deferred income in accordance with Accounting Policy Framework v Income Framework, APS 4.12 (refer Note 39).

	2007 \$'000	2006 \$'000
Inflows:		
Income into the Fund	16,737	100,000
Total Inflows	16,737	100,000
Outflows:		
Expenditure from the Fund	5,497	-
Total Outflows	5,497	-
Net Surplus	11,240	100,000
Fund Balance		
Balance at 1 July	100,000	-
Net Surplus	11,240	100,000
Balance at the End of the Financial Year	111,240	100,000

Income into the fund

The income into the Fund consists of the \$11.19 million relating to the Auslink Strategic Regional Programme advance and \$5.5 million relating to interest received on the Sturt Highway advance.

Expenditure from the Fund

\$5.5m relates to expenditure associated with the Sturt Highway.

50. After Balance Date Events

The Department is not aware of any events occurring after balance date.

STATEMENT OF ADMINISTERED INCOME AND EXPENSES
For the Year Ended 30 June 2007

	Note No.	2007 \$'000	2006 \$'000
INCOME:			
Revenues from SA Government	A8	10,962	13,943
Revenues from fees and charges	A9	72,329	-
Registration and licensing receipts from third parties	A10	655,134	656,683
Grants	A11	-	4,232
Transfer receipts	A12	11,151	77,463
Commonwealth revenue	A13	1,758	8,951
Interest		384	228
Total Income		751,718	761,500
EXPENSES:			
Employee expenses		326	213
Supplies and services	A14	12,655	77,449
Grants and subsidies	A15	2,126	6,193
Registration and licensing payments to third parties	A16	664,214	665,546
Finance costs		197	207
Transfer payments	A17	11,036	10,261
Payments to Consolidated Account	A18	62,323	12
Total Expenses		752,877	759,881
OPERATING SURPLUS (DEFICIT) BEFORE ADMINISTRATIVE RESTRUCTURE	A27	(1,159)	1,619
Increase/(Decrease) in net assets due to administrative restructure	A25	7,240	6,381
OPERATING SURPLUS AFTER ADMINISTRATIVE RESTRUCTURE		6,081	8,000

THE OPERATING SURPLUS IS ATTRIBUTABLE TO THE STATE GOVERNMENT AS OWNER

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

STATEMENT OF ADMINISTERED ASSETS AND LIABILITIES			
As at 30 June 2007			
	Note No.	2007 \$'000	2006 \$'000
ASSETS:			
CURRENT ASSETS:			
Cash	A19	33,272	12,461
Receivables	A20	1,563	190
Total Current Assets		34,835	12,651
NON-CURRENT ASSETS:			
Capital works in progress		26	26
Receivables	A20	2,546	2,718
Total Non-Current Assets		2,572	2,744
Total Assets		37,407	15,395
LIABILITIES:			
CURRENT LIABILITIES:			
Payables	A21	18,939	2,896
Interest bearing liabilities	A22	173	161
Short-term employee benefits	A23	10	-
Total Current Liabilities		19,122	3,057
NON-CURRENT LIABILITIES:			
Payables		3	-
Interest bearing liabilities	A22	2,546	2,718
Long-term employee benefits	A23	35	-
Total Non-Current Liabilities		2,584	2,718
Total Liabilities		21,706	5,775
NET ASSETS		15,701	9,620
EQUITY:			
Accumulated surplus	A24	15,701	9,620
TOTAL ADMINISTERED EQUITY		15,701	9,620

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

STATEMENT OF CHANGES IN ADMINISTERED EQUITY
For the Year Ended 30 June 2007

	Note No.	Retained Earnings \$'000	Total \$'000
Balance at 30 June 2005		1,620	1,620
Changes in accounting policy		-	-
Error Correction		-	-
Restated balance at 30 June 2005	A24	1,620	1,620
Gain on revaluation of property		-	-
Loss on revaluation of plant and equipment		-	-
Net income/expense recognised directly in equity		-	-
Operating Surplus (Deficit)		1,619	1,619
Increase in Net Assets due to Administrative Restructure		6,381	6,381
Total recognised income and expense for 2006		8,000	8,000
Balance at 30 June 2006	A24	9,620	9,620
Changes in accounting policy		-	-
Increase in Net Assets due to Administrative Restructure		7,240	7,240
Net income/expense recognised directly in equity		-	-
Operating Surplus (Deficit)		(1,159)	(1,159)
Balance as at 30 June 2007		15,701	15,701

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

STATEMENT OF ADMINISTERED CASH FLOWS
For the Year Ended 30 June 2007

	Note No.	2007 \$'000	2006 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Inflows			
Revenues from SA Government		10,962	14,098
Revenues from fees and charges		71,741	-
Registration and licensing receipts from third parties		655,134	656,683
Grants		-	4,232
Transfer receipts		11,157	78,121
Commonwealth revenue		1,758	9,289
Interest		544	228
Total Cash Inflows		751,296	762,651
Cash Outflows			
Employee expenses		(316)	(213)
Supplies and services		(11,697)	(77,418)
Grants and subsidies		(2,126)	(6,193)
Registration and licensing payments to third parties		(665,214)	(665,233)
Finance costs		(358)	(207)
Transfer payments		(11,046)	(10,480)
Payments to consolidated account		(59,106)	(12)
Total Cash Outflows		(749,863)	(759,756)
Net Administered Cash Inflows from operating activities	A27	1,433	2,895
CASH FLOWS FROM INVESTING ACTIVITIES:			
Cash Outflows			
Investing payments		-	(26)
Total Cash Outflows		-	(26)
Net Cash (Outflows) from investing activities		-	(26)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Cash Inflows			
Restructuring activities		19,378	5,346
Total Cash Inflows		19,378	5,346
Net Cash Inflows from Financing Activities		19,378	5,346
Net Increase/(Decrease) in Cash Held		20,811	8,215
Cash at the Beginning of the Financial Year		12,461	4,246
Cash at the End of the Financial Year	A19	33,272	12,461

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

**PROGRAM SCHEDULE OF ADMINISTERED INCOME AND EXPENSES
For the Year Ended 30 June 2007**

	Transport Infrastructure Services		Transport Safety & Regulation Services		Public Transport Services		Energy Policy & Regulation		State Infrastructure Facilitation		Information & Communication Technology Services		Building Management		Community Services		TOTAL	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	
Administered Income																		
Revenues from SA Government	64	115	9,105	8,883	68	64	4	7	5	4,874	-	-	1,688	-	28	-	10,962	13,943
Revenues from fees and charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	72,329	-	72,329	-
Registration and Licensing receipts from third parties	-	-	655,134	656,683	-	-	-	-	-	-	-	-	-	-	-	-	655,134	656,683
Grants	-	4,232	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,232	4,232
Transfer receipts	101	126	-	-	-	-	-	77,143	102	194	-	-	-	-	-	-	11,151	77,463
Commonwealth revenue	-	-	-	-	-	-	-	1,201	-	7,750	-	-	-	-	-	-	1,758	8,951
Interest	196	207	-	-	10	21	1,758	-	-	-	-	-	-	-	178	-	1,758	8,951
Total Administered Income	361	4,680	664,239	665,566	78	85	1,762	78,351	107	12,818	10,948	-	1,688	-	72,535	-	751,718	761,500
Administered Expenses																		
Employee expenses	64	115	25	20	68	64	4	7	5	7	-	-	46	-	114	-	326	213
Supplies and services	-	178	-	-	-	-	-	77,227	-	44	-	-	2,076	-	10,579	-	12,655	77,449
Grants and subsidies	-	4,054	-	-	148	164	1,978	1,975	-	-	-	-	-	-	-	-	2,126	6,193
Registration and Licensing payments to third parties	-	-	664,214	665,546	-	-	-	-	-	-	-	-	-	-	-	-	664,214	665,546
Finance costs	197	207	-	-	-	-	-	-	-	-	-	-	-	-	-	-	197	207
Transfer payments	88	114	-	-	-	-	-	2,397	-	7,750	-	-	-	-	-	-	11,036	10,261
Payments to consolidated account	12	12	-	-	-	-	384	-	-	-	-	-	-	-	61,927	-	62,323	12
Total Administered Expenses	361	4,680	664,239	665,566	216	228	2,366	81,606	5	7,801	10,948	-	2,122	-	72,620	-	752,877	759,881
Operating Surplus / (Deficit)	-	-	-	-	(138)	(143)	(604)	(3,255)	102	5,017	-	-	(434)	-	(85)	-	(1,159)	1,619

Notes to the Administered Financial Statements

The Administered Financial Statements include income, expenses, assets and liabilities that the Department for Transport, Energy and Infrastructure administers on behalf of the SA Government but does not control.

A1. Objectives of the Department for Transport, Energy and Infrastructure

The objectives of the Department for Transport, Energy and Infrastructure, outlined in Note 1 for controlled items, apply equally to the Administered Financial Statements.

A2. Departmental Organisation

The organisation of the Department for Transport, Energy and Infrastructure, outlined in Note 2 in the controlled items notes, applies to both the Department and the Administered Financial Statements.

Specifically, changes to the Department's organisational structure in 2006-07 noted under Note 2 has resulted in a change in the nature of some administrative items such that, with the transfer of those functions from the Department of Administration and Information Services (DAIS) effective from 1 January 2007, the Department has now assumed administrative responsibility for:

(a) Valuer General's Salary

Represents a separate special Act appropriation received for the payment of the Valuer General's salary.

(b) Service SA

Represents monies collected and disbursed by Service SA through the provision of a range of services to the South Australian public on behalf of other SA Government Departments. Monies collected are deposited into the Shared Services bank account and then distributed to the appropriate department.

(c) Land Services Regulatory Fees

Represents monies collected by the Land Services Group through various land administration Acts and administered under the statutory authority of the Registrar General and the Surveyor General. The revenue is collected through the following legislation:

- *Real Property Act 1886*, Regulation 3
- *Strata Titles Act 1988*, Regulation 4
- *Community Titles Act 1996*, Schedule 2
- *Real Properties (Land Division)*, Regulations 1995, Schedule 1
- *Bill of Sale Act 1886*, Regulation 4
- *Registration of Deed Act 1935*, Regulation 3 Schedule 1
- *Workers Lien Act 1893*, Regulation 3, Schedule 1

(d) Land Services Trust Funds

Represents monies administered in the following trust accounts in accordance with:

- Real Property Act Assurance Fund - Section 201 *Real Property Act 1886*
- Real Property Trust Account - Section 146 *Real Property Act 1886*
- Workers Liens Trust Account - Section 16 *Workers Liens Act 1893*

(e) Major Administered Projects

Represents funds received and held for capital works performed on behalf of other agencies such as:

- Asbestos and Heritage Maintenance Program
- Building Security Program for Whole of Government

A3. Summary of Significant Accounting Policies

The policies of the Department for Transport, Energy and Infrastructure outlined in Note 3 for controlled items apply equally to the Administered Financial Statements.

The amount of GST Payable/Receivable incurred by the Department in relation to administered functions is recognised in the Balance Sheet for controlled items.

A4. Financial Risk Management

The financial risk management approach of the Department for Transport, Energy and Infrastructure outlined in Note 4 for controlled items applies equally to the Administered Financial Statements.

A5. Changes in Accounting Policies

The Changes in Accounting Policies as outlined in Note 5 for controlled items apply equally to the Administered Financial Statements. With respect to specific policies no changes have been noted for administered functions other than the following:

EDS Australia contract for ICT Services

The Department acts as agent in the payment to EDS for ICT services. This function was transferred to the Department on 1 January 2007 under the restructuring of the Department of Administration and Information Services and was deemed to be in the nature of 'administered' and not 'controlled'. Revenues and expenses relating to the transferred function have been disclosed at their full gross amount in the Income Statement, Cashflow Statement and Program Statement and have not been offset.

A6. Programs of the Department

The Programs of the Department for Transport, Energy and Infrastructure outlined in Note 6 in the controlled items apply equally to the Administered Financial Statements.

A7. Administered Items of the Department

The Administered Items of the Department for Transport, Energy and Infrastructure are comprised of the following:

- Contractors Deposits
- Emergency Services Levy Receipts
- Expiation Receipts including the Victims of Crime Levy
- Firearm Licence Receipts
- Hospital Fund – Contribution
- Land Service Regulatory Fees
- Lincoln Cove Marina
- Major Administered Projects
- Metropolitan (Woodville, Henley and Grange) Drainage Scheme
- Minister's Salary
- Motor Accident Commission Receipts
- Natural Gas Authority of South Australia (NGASA)
- Passenger Transport Research and Development Fund
- Photovoltaic Rebate Program (PVRP)
- Real Property Act Assurance Fund
- Real Property Act Trust Accounts
- Registration and Licensing Collections and Disbursements
- Renewable Remote Power Generation Rebate Program (RRPGP)
- Service SA Collections and Disbursements

- South-Western Suburbs Drainage Scheme
- Stamp Duties Receipts
- Unclaimed Salaries and Wages
- Valuer General's Salary
- Workers Liens Trust Account

A8. Revenues from SA Government

	2007	2006
	\$'000	\$'000
Revenues from SA Government:		
Appropriations from Consolidated Account pursuant to the Appropriation Act	10,643	13,730
Special Acts	319	213
Total Revenues from SA Government	10,962	13,943

A9. Fees and Charges

	2007	2006
	\$'000	\$'000
Fees and charges received/receivable from entities within SA Government:		
Regulatory Fees	30	-
Total Fees and Charges – SA Government Entities	30	-
Fees and charges received/receivable from entities external to the SA Government:		
Service SA	9,349	-
Regulatory Fees	62,950	-
Total Fees and Charges – Non-SA Government Entities	72,299	-
Total Fees and Charges	72,329	-

A10. Registration and Licensing Receipts from Third Parties

	2007	2006
	\$'000	\$'000
Registration and Licensing Receipts on behalf of the SA Government:		
Stamp Duties	132,609	133,427
Hospital Fund	57,730	56,307
Emergency Services Levy	28,555	27,575
Expiation Notices	942	1,544
Firearm Licences	1,323	1,136
Expiation Notices – Courts Administration Authority	668	648
Third Party Insurance	413,993	415,875
Other	3,395	4,439
Total Registration and Licensing Receipts on behalf of the SA Government	639,215	640,951
Registration and Licensing Receipts on behalf of entities external to the SA Government:		
Refunds	10,163	10,142
Federal Registrations	5,756	5,590
Total Registration and Licensing Receipts on behalf of entities external to the SA Government	15,919	15,732
Total Registration and Licensing Receipts	655,134	656,683

A11. Grants		
	2007	2006
	\$'000	\$'000
Grants received/receivable from entities within the SA Government:		
Recurrent Grant	-	-
Capital Grant	-	4,232
Total Grants – SA Government entities	-	4,232
Total Grants	-	4,232
A12. Transfer Receipts		
	2007	2006
	\$'000	\$'000
Contractor Deposits	80	106
Lincoln Cove Marina Revenue	21	20
Glenelg Foreshore/West Beach Reserve Redevelopment – external contributions	102	194
Natural Gas Revenue	-	77,227
Energy Management Task Force – credit note	-	(84)
EDS Contract	10,948	-
Total Transfer Receipts	11,151	77,463
A13. Commonwealth Revenue		
	2007	2006
	\$'000	\$'000
RRPGP energy rebate contribution	1,758	1,201
Gawler River Flood Mitigation Scheme	-	7,750
Total Commonwealth Revenue	1,758	8,951
A14. Supplies and Services		
	2007	2006
	\$'000	\$'000
Supplies and Services paid/payable to entities within the SA Government:		
Service SA	9,297	-
Project Expenditure	2,067	-
Other	1,053	-
Total Supplies and Services – SA Government Entities	12,417	-
Supplies and Services paid/payable to entities external to the SA Government		
Payment to Cooper Basin Gas Producers	52	77,227
Service SA	9	-
Project Expenditure	177	-
Other	-	222
Total Supplies and Services – Non SA Government Entities	238	77,449
Total Supplies and Services	12,655	77,449

A15. Grants and Subsidies		
	2007	2006
	\$'000	\$'000
Grants and Subsidies paid/payable to entities external to the SA Government:		
Capital Grant	2,126	6,193
Total Grants and Subsidies – Non-SA Government entities	2,126	6,193
Total Grants and Subsidies	2,126	6,193
A16. Registration and Licensing Payments to Third Parties		
	2007	2006
	\$'000	\$'000
Registration and Licensing Payments to Third Parties paid/payable to entities within the SA Government:		
Stamp Duties – Treasury and Finance	132,609	133,427
Hospital Fund – Treasury and Finance	57,730	56,307
Emergency Services Levy	37,635	36,438
Expiation Notices – SAPOL	942	1,544
Firearm Licences – SAPOL	1,323	1,136
Expiation Notices – Courts Administration Authority	668	648
Third Party Insurance	413,993	415,875
Other	3,395	4,439
Total Registration and Licensing Payments to Third Parties – SA Government Entities	648,295	649,814
Registration and Licensing Payments to Third Parties paid/payable to entities external to the SA Government:		
Refunds	10,163	10,142
Federal Registrations	5,756	5,590
Total Registration and Licensing Payments to Third Parties – Non-SA Government entities	15,919	15,732
Total Registration and Licensing Payments to Third Parties	664,214	665,546
A17. Transfer Payments		
	2007	2006
	\$'000	\$'000
Gawler River Flood Mitigation Scheme	-	7,750
Energy Management Task Force payment to the Department of Industry Tourism and Resources (Commonwealth)	-	2,397
Contractor Deposits	80	86
Lincoln Cove Marina	8	8
EDS Contract	10,948	-
Other	-	20
Total Transfer Payments	11,036	10,261
A18. Payments to Consolidated Account		
	2007	2006
	\$'000	\$'000
Payments to Consolidated Account	62,323	12
Total Payments to Consolidated Account	62,323	12

A19. Cash		
	2007	2006
	\$'000	\$'000
Deposits at Call – Westpac		
Motor Registration Holding Account	1,741	2,741
DTEI Operating Account	8,802	8,915
DTEI Shared Services Operating Account	2,836	-
DTEI Shared Services Administered Items Account	839	-
Real Property Act Assurance Fund	5,926	-
Real Property Act Trust Account	52	-
Deposits with the Treasurer		
Contractors Deposits	202	113
Natural Gas Authority of South Australia (NGASA)	408	408
Passenger Transport Research and Development Fund	124	261
Unclaimed Salaries and Wages	24	23
Land Services Group – Regulatory Fees	12,398	-
Special Acts	(80)	-
Total Cash	33,272	12,461
A20. Receivables		
	2007	2006
	\$'000	\$'000
Current:		
Receivables	1,509	161
Accrued Revenues	54	29
Total Current Receivables	1,563	190
Non-Current:		
Receivables	2,546	2,718
Total Non-Current Receivables	2,546	2,718
Total Receivables	4,109	2,908
Government/Non-Government Receivables		
Receivables from SA Government Entities:		
Receivables	175	-
Accrued Revenues	49	18
Total Receivables from SA Government Entities	224	18
Receivables from Non-SA Government Entities:		
Receivables	3,880	2,879
Accrued Revenue	5	11
Total Receivables from Non-SA Government Entities	3,885	2,890
Total Receivables	4,109	2,908

A21. Payables		
	2007	2006
	\$'000	\$'000
Current:		
Creditors	6,019	2,879
Accrued Expenses	12,920	17
Total Current Payables	18,939	2,896
Non Current:		
Accrued Expenses	3	-
Total Non-Current Payables	3	-
Total Payables	18,942	2,896
Government/Non-Government Payables		
Payables to SA Government Entities:		
Creditors	5,886	2,879
Accrued Expenses	12,922	17
Total Payables to SA Government Entities	18,808	2,896
Payables to Non-SA Government Entities:		
Creditors	134	-
Total Payables to Non-SA Government Entities	134	-
Total Payables	18,942	2,896
A22. Interest Bearing Liabilities		
	2007	2006
	\$'000	\$'000
Balance as at 1 July	2,879	3,031
Increases in debt due to Interest:	197	207
Less Repayments:		
Woodville, Henley and Grange Drainage Scheme	35	37
South West Suburbs Drainage Scheme	322	322
Balance as at 30 June	2,719	2,879
Current	173	161
Non-Current	2,546	2,718
Total Interest Bearing Liabilities	2,719	2,879
A23. Employee Benefits		
	2007	2006
	\$'000	\$'000
Current:		
Employee Benefits	10	-
Total Current Employee Benefits	10	-
Non-Current:		
Employee Benefits	35	-
Total Non-Current Employee Benefits	35	-
Total Employee Benefits	45	-
Payables to Non-SA Government Entities:		
Employee Benefits	45	-
Total Employee Benefits payable to Non-SA Government Entities	45	-
Total Employee Benefits Payable	45	-

A24. Equity

	2007	2006
	\$'000	\$'000
Accumulated Surplus	15,701	9,620
Total Equity	15,701	9,620
Accumulated Surplus		
Balance at the Beginning of the Financial Year	9,620	1,620
Operating Surplus (Deficit)	(1,159)	1,619
Increase in Net Assets due to Restructure	7,240	6,381
Balance at the End of the Financial Year	15,701	9,620

A25. Transfer of Administrative Functions

Effective from 1 January 2007, the Department assumed responsibility for a number of administered items within functions that transferred to it under a change in SA government administrative arrangements (Refer to Note A2). The impact of these restructured arrangements on the Administered Financial Statements is summarised as follow:

Total income and expenses attributable to these administered functions for the full financial year are:

	DAIS	DTEI
	1/7/06 to	1/1/07 to
	31/12/06	30/06/07
	\$'000	\$'000
Employee Benefits Costs	80	99
Other Expenses	164,596	85,530
Total Expenses	164,676	85,629
Total Income	165,094	83,455
Net Cost of Providing Services	418	(2,174)
Revenues from (Payments to) SA Government	1,627	1,655
Net Result Before Restructuring and Tax	2,045	(519)

On transfer of these administrative functions, the following assets and liabilities were recognised:

	2007
	\$'000
Cash	19,378
Receivables	777
Total Assets	20,155
Payables	(12,883)
Employee Entitlements	(32)
Total Liabilities	(12,915)
Net Assets Transferred	7,240

A26. Financial Instruments**(a) Terms, Conditions and Accounting Policies****(i) Financial Assets**

Cash is available at call and is recorded at cost. Interest revenue is recorded on an accrual basis, with only certain funds held within the total cash balance being interest bearing.

Receivables are raised for all goods and services provided, for which payment has not been received. Receivables are normally settled within 30 days or in line with agreements entered into for specific Administered items.

(ii) Financial Liabilities

Creditors and accruals are recognised for all amounts billed but unpaid at an amount equal to the value of goods and services provided. All creditors are normally settled within 30 days.

Borrowings are recorded at the amount still owing, taking into account repayments and interest accrued. Interest expense is recognised on an accrual basis. Borrowings are drawn from the Department of Treasury and Finance at the Common Public Sector Interest Rate of 6.50%. Repayments are determined in negotiation with the South Australian Government Financing Authority (SAFA).

(b) Interest Rate Risk

Exposure to interest rate risk for administered items is measured in reference to the level of interest and non-interest bearing assets and liabilities held at reporting date.

Financial Instrument	2007 Floating Interest Rate %	2007 Interest Bearing \$'000	Non-Interest Bearing	2007 Total Total \$'000	2007 Weighted Average Effective Interest Rate %
<i>Financial Assets:</i>					
Cash assets	6.10%	33,272	-	33,272	5.98%
Receivables	-	-	4,109	4,109	-
		<u>33,272</u>	<u>4,109</u>	<u>37,381</u>	
<i>Financial Liabilities:</i>					
Payables	-	-	18,942	18,942	-
Borrowings	6.50%	2,719	-	2,719	6.56%
		<u>2,719</u>	<u>18,942</u>	<u>21,661</u>	
Financial Instrument	2006 Floating Interest Rate %	2006 Interest Bearing \$'000	2006 Non-Interest Bearing \$'000	2006 Total \$'000	2006 Weighted Average Effective Interest Rate %
<i>Financial Assets:</i>					
Cash assets	5.43%	12,461	-	12,461	5.38%
Receivables	-	-	2,908	2,908	-
		<u>12,461</u>	<u>2,908</u>	<u>15,369</u>	
<i>Financial Liabilities:</i>					
Payables	-	-	2,896	2,896	-
Borrowings	6.95%	2,879	-	2,879	6.95%
		<u>2,879</u>	<u>2,896</u>	<u>5,775</u>	

(c) Credit Risk

The maximum exposure to credit risk at reporting date is measured at the carrying amount of administered receivables as indicated in the Balance Sheet.

(d) Fair Value (Market) Risk

Administered financial instruments are disclosed at a carrying amount that approximates their net fair value. The amount for financial assets approximates the net fair value due to the short-term to maturity of the items, or due to the assets being receivable on demand. The carrying amount of financial liabilities is considered to be a reasonable estimate of net fair value.

A27. Cash Flow Reconciliation

	2007 \$'000	2006 \$'000
Reconciliation of Cash – Cash at 30 June:		
Cash Flow Statement	33,272	12 461
Balance Sheet	33,272	12 461
Reconciliation of Net Cash Inflows from Operating Activities to Operating Surplus:		
Net cash inflows from operating activities	1,433	2,895
Changes in Assets and Liabilities:		
(Decrease) in Receivables	422	(1,063)
(Increase) in Liabilities	(3,014)	(213)
Operating Surplus (Deficit)	(1,159)	1,619

A28. Criminal Injuries Compensation Fund (Victims of Crime Levy)

In accordance with the *Expiation of Offences Act 1996*, and on behalf of the Attorney-General's Department, the Public Transport Division of the Department collects criminal injuries compensation levies from expiation notices issued.

	2007 \$'000	2006 \$'000
Levies collected during the year	10	-
Amount paid to Attorney-General's Department	10	-
Amount payable to Attorney-General's Department	-	-

A29. Natural Gas Authority of South Australia (NGASA)

On 1 September 1995, the Natural Gas Authority of South Australia (NGASA) became operative pursuant to the provisions of the *Pipelines Authority (Sale of Pipelines) Amendment Act 1995*.

The principle activities of this operative are:

- Purchase, sale and delivery of gas;
- Administration of gas supply contracts with respect to the South Australian Cooper Basin, South West Queensland Cooper Basin and Katnook;
- Administration of down stream gas sale contracts for AGL Wholesale Gas (SA) and Origin Energy;
- Gas price reviews, gas nominations, reserves and adequacy, take-or-pay and Trade Practice Commission issues;
- Gas billing, gas quality and measurement
- The administration of Gas Pipeline easements

Under the terms of the contracts, NGASA was responsible for invoicing and collecting payments from AGL Wholesale Gas (SA) and Origin Energy for gas purchase and the subsequent forwarding of those monies to gas producers. These contracts effectively came to the end of their term on 31 December 2005.

Reserves held in the Special Deposit account, totalling \$384,000 were no longer required by the project and subsequently returned to the Dept of Treasury and Finance Consolidated fund.

A balance of \$25,000 has been retained to enable NGASA to perform its remaining functions.

A30. Passenger Transport Research and Development Fund

Pursuant to Section 62 of the *Passenger Transport Act 1994*, the Public Transport Division of the Department administers, on behalf of the Minister for Transport, the Passenger Transport Research and Development Fund (an interest bearing deposit account).

The Fund may be applied by the Minister for Transport for:

- The purpose of carrying out research into the taxi-cab industry;
- The purpose of promoting the taxi-cab industry; and/or
- Any other purpose considered by the Minister to be beneficial to the travelling public, in the interests of the passenger transport industry, and an appropriate application of money standing to the credit of the Fund.

	2007 \$'000	2006 \$'000
Inflows:		
Income into the Fund	10	21
Total Inflows	10	21
Outflows:		
Expenditure from the Fund	146	163
Total Outflows	146	163
Net Deficit	(136)	(142)
Fund Balance		
Balance at the beginning of the reporting period	261	403
Net Deficit	(136)	(142)
Balance at the end of the reporting period	125	261

A31. Remuneration of Employees

Amounts received or receivable by employees as Administered Items whose remuneration is greater than \$100 000.

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

	2007 No. of Employees Total	2006 No. of Employees
\$270,000 - \$279,999	-	1
\$290,000 - \$299,999	1	-
Total Number of Employees	1	1

The table includes all employees who received remuneration of \$100 000 or more during the year. The remuneration reflects all costs of employment including gross salary and wages, superannuation contributions (employer's contribution), fringe benefits tax, other salary sacrifice benefits and separation packages for those with salaries over \$100 000.

A number of functions from the former DAIS were transferred to the Department effective from 1 January 2007.

Below is a table showing all employees of the former DAIS transferred to the Department who received remuneration of \$100 000 or more during the financial year from 1 July 2006 to 30 June 2007.

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

	2007 No. of Employees Total	2006 No. of Employees
\$160,000 - \$169,000	1	-
Total Number of Employees	1	-

ACRONYMS AND ABBREVIATIONS

AEMC	Australian Energy Market Commission
AER	Australian Energy Regulator
APY	Anangu Pitjantjatjara Yankuntjatjara
C&E	Compliance and Enforcement legislation
CAF	Council for the Australian Federation
CCTV	Closed Circuit Television
CDEP	Community Development Employment Projects
CLG	Corporate Leadership Group
CO ₂	Carbon Dioxide
COAG	Council of Australian Governments
CSD	Corporate Services Division
DAIS	Department of Administrative and Information Services
DCDB	Digital Cadastral Data Base
DDA	Disability Discrimination Act
DOTARS	Australian Government Department of Transport and Regional Services
DPC	Department of the Premier and Cabinet
DTEI	Department for Transport, Energy and Infrastructure
DVL	Driver and Vehicle Licensing
Email	Electronic Mail
ESD	Ecological Sustainability Development
F	Fatalities
FOIA	Freedom of Information Act 1991
FRC	Full Retail Contestability
FTE	Full-time Equivalent
GHG	Greenhouse Gas
GICTS	Government Information Communication Technology Services
GJ	Gigajoules
GoGO	Greening of Government Operations
GRN	Government Radio Network
GRRO	Government Relations and Reform Office
HF	High Frequency
ICT	Information and Communication Technology
ILUA	Indigenous Land Use Agreement
IM	Injury Management
LSG	Lands Services Group
LSSA	Lands and Service SA
LTI	Lost Time (due to) Injuries
MCE	Ministerial Council on Energy
MOU	Memorandum of Understanding
MT	Maralinga Tjarutja
MTO	Medical Treatment Only
NCAP	New Car Assessment Program
NEMMCO	National Electricity Market Management Company Limited
NETT	National Emissions Trading Taskforce
NSCV	National Standard for Commercial Vessels
OCIO	Office of the Chief Information Officer
OHS&W	Occupational Health, Safety and Welfare
OMPI	Office of Major Projects and Infrastructure
PPP	Public Private Partnerships
RAES	Remote Areas Energy Supplies
SAC	State Aquatic Centre
SACAT	State Advisory Committee on Accessible Public Transport
SAMIS	Strategic Asset Management Information System
Santos	South Australian Northern Territory Oil Service
SASP	South Australia's Strategic Plan
SATSS	South Australian Transport Subsidy Scheme
SENAC	Sustainable Energy Research Advisory Committee
SMS	Short Message Service
SRD	Safety and Regulation Division
SSA	Service SA
StateNet	State's Shared Data Network
TAFE	(College of) Technical and Further Education
TIS	Translating Interpreting Service
TRUMPS	Transport Regulation User Management Processing System
TSCO	Transport Safety Compliance Officer
TSD	Transport Services Division
TTY	Teletypewriter (Telephone)
UniSA	University of South Australia



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