

# Department of Infrastructure and Planning Financial Report 2007-08

<u>Contents</u>	<u>Page No.</u>
Income Statement	
- Controlled	73
- Administered	74
Balance Sheet	
- Controlled	75
- Administered	76
Statement of Changes in Equity	
- Controlled	77
- Administered	78
Cash Flow Statement	
- Controlled	79
- Administered	80
Income Statement by Outputs/Major Activities	81
Notes to and forming part of the Financial Statements	82
Management Certificate	128
Independent Audit Report	129

## General Information

This financial report covers the Department of Infrastructure and Planning and its controlled entities (the Department).

The Department of Infrastructure and Planning is a Queensland Government Department established under the *Public Service Act 2008*.

The Department is controlled by the State of Queensland, which is the ultimate parent.

The head office and principal place of business of the Department is:

Executive Building  
100 George Street  
Brisbane Queensland 4000

A description of the nature of the Department's operations and its principal activities is included in the notes to the financial statements.

For information in relation to the Department's financial report please call (07) 3224 6737, email [AnnualReport@dip.qld.gov.au](mailto:AnnualReport@dip.qld.gov.au) or visit the Department's internet site [www.dip.qld.gov.au](http://www.dip.qld.gov.au).

**Department of Infrastructure and Planning**  
**INCOME STATEMENT**  
**for the year ended 30 June 2008**

	Notes	Consolidated		Parent Entity	
		2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
<b>Income</b>					
<b>Revenue</b>					
Output revenue	2	104,761	37,592	104,761	37,592
Sales revenue	3	105,705	51,667	653	759
User charges	4	17,658	16,571	946	96
Grants and other contributions	5	9,403	409,462	13,741	10,273
Other revenues	6	33,032	17,419	(4,123)	5,938
<b>Gains</b>					
Gain on sale of property, plant and equipment	7	1,514	746	191	-
Gain on reversal of revaluation decrement expense	8	2,812	1,332	-	-
<b>Total Income</b>		<b>274,885</b>	<b>534,789</b>	<b>116,169</b>	<b>54,658</b>
<b>Expenses</b>					
Employee expenses	9	43,770	23,653	37,917	21,362
Supplies and services	10	79,781	45,585	66,766	34,682
Grants and subsidies	11	13,615	14,967	5,588	3,987
Depreciation and amortisation	12	1,097	772	395	243
Impairment losses	13	5,392	2,330	4,481	1,191
Cost of sales	3	26,822	15,424	-	-
Other expenses	14	16,001	9,111	2,877	444
<b>Total Expenses</b>		<b>186,478</b>	<b>111,842</b>	<b>118,024</b>	<b>61,909</b>
<b>Net Operating Surplus/(Deficit) Before Income Tax Equivalent Expense</b>		<b>88,407</b>	<b>422,947</b>	<b>(1,856)</b>	<b>(7,251)</b>
Income tax equivalent expense	15	25,621	6,788	-	-
<b>Operating Surplus/(Deficit)</b>		<b>62,786</b>	<b>416,159</b>	<b>(1,856)</b>	<b>(7,251)</b>
<b>Attributable to:</b>					
Equity holders of the Department		63,434	415,842	(1,856)	(7,251)
Minority interest		(648)	317	-	-
<b>Operating Surplus/(Deficit)</b>		<b>62,786</b>	<b>416,159</b>	<b>(1,856)</b>	<b>(7,251)</b>

The accompanying notes form part of these statements.

**Department of Infrastructure and Planning**  
**INCOME STATEMENTS**  
for the year ended 30 June 2008

	Notes	Parent Entity	
		2008 \$'000	2007 \$'000
<b>Administered on a whole-of-Government basis</b>			
<b>Administered Revenues</b>			
<i>Revenue</i>			
Administered item appropriation	2	31,252	16,666
Sales revenue	3	12,000	-
Other revenues	6	4,660	187,303
<i>Gains</i>			
Gain on sale of property, plant and equipment	7	4,369	-
<b>Total Administered Revenues</b>		<b>52,281</b>	<b>203,969</b>
<b>Administered Expenses</b>			
Grants and subsidies	11	31,602	16,666
Depreciation	12	-	384
Cost of land sold	3	-	175,438
Other expenses	14	20,679	11,865
<b>Total Administered Expenses</b>		<b>52,281</b>	<b>204,353</b>
<b>Operating Surplus/(Deficit)</b>		<b>-</b>	<b>(384)</b>

The 2006-07 operating deficit is attributed to unfunded depreciation expense incurred as a result of the timing of the transfer of assets for the Gold Coast Convention Centre from the Department of Infrastructure and Planning to the Department of Public Works.

*The accompanying notes form part of these statements.*

Department of Infrastructure and Planning

BALANCE SHEET

as at 30 June 2008

	Notes	Consolidated		Parent Entity	
		2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
<b>Current Assets</b>					
Cash and cash equivalents	16	365,554	720,688	33,083	(52,807)
Receivables	17	84,135	144,009	74,752	473,307
Inventories	18	223,041	208,101	-	-
Other assets	19	9,971	26,107	134	2,419
Non-current assets classified as held for sale	20	95,570	-	27,502	-
<b>Total Current Assets</b>		<b>778,271</b>	<b>1,098,905</b>	<b>135,471</b>	<b>422,919</b>
<b>Non-Current Assets</b>					
Receivables	17	40,048	38,331	-	-
Other financial assets	21	-	-	417,549	120,923
Intangible assets	22	20,859	1,285	-	-
Property, plant and equipment	23	4,392,466	1,491,531	69,504	53,771
Deferred tax equivalent asset	15	125,144	19,323	-	-
Other assets	19	2,105	-	-	-
<b>Total Non-Current Assets</b>		<b>4,580,622</b>	<b>1,550,470</b>	<b>487,053</b>	<b>174,694</b>
<b>Total Assets</b>		<b>5,358,893</b>	<b>2,649,375</b>	<b>622,524</b>	<b>597,613</b>
<b>Current Liabilities</b>					
Payables	24	324,639	284,054	22,092	24,547
Accrued employee benefits	25	1,601	2,268	1,155	2,081
Other financial liabilities	26	1,004,289	-	-	-
Income tax equivalent payable	15	69,942	16,213	-	-
Provisions	27	3,387	-	2,465	-
Other liabilities	28	12,256	14,029	788	8,364
<b>Total Current Liabilities</b>		<b>1,416,114</b>	<b>316,564</b>	<b>26,500</b>	<b>34,992</b>
<b>Non-Current Liabilities</b>					
Accrued employee benefits	25	-	765	-	716
Other financial liabilities	26	2,133,615	584,022	-	-
Deferred tax equivalent liability	15	120,472	82,604	-	-
Provisions	27	3,423	-	3,423	-
<b>Total Non-Current Liabilities</b>		<b>2,257,510</b>	<b>667,391</b>	<b>3,423</b>	<b>716</b>
<b>Total Liabilities</b>		<b>3,673,624</b>	<b>983,955</b>	<b>29,923</b>	<b>35,708</b>
<b>Net Assets</b>		<b>1,685,269</b>	<b>1,665,420</b>	<b>592,601</b>	<b>561,905</b>
<b>Equity</b>					
Asset revaluation reserve	29	206,182	167,447	19,310	-
Contributed equity		929,905	926,941	578,473	570,175
Retained surpluses		549,513	470,928	(5,182)	(8,270)
Total equity attributable to equity holders of the department		1,685,600	1,565,316	592,601	561,905
Minority interest		(331)	100,104	-	-
<b>Total Equity</b>		<b>1,685,269</b>	<b>1,665,420</b>	<b>592,601</b>	<b>561,905</b>

The accompanying notes form part of these statements.

BALANCE SHEET

as at 30 June 2008

	Notes	Parent Entity	
		2008 \$'000	2007 \$'000
<b>Administered on a whole-of-Government basis</b>			
<b>Current Assets</b>			
Cash and cash equivalents	16	3,749	24,029
Receivables	17	142	-
<b>Total Current Assets</b>		<b>3,891</b>	<b>24,029</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	23	-	8,795
<b>Total Non-Current Assets</b>		<b>-</b>	<b>8,795</b>
<b>Total Assets</b>		<b>3,891</b>	<b>32,824</b>
<b>Current Liabilities</b>			
Payables	24	3,890	11,865
Other liabilities	28	-	12,162
<b>Total Current Liabilities</b>		<b>3,890</b>	<b>24,027</b>
<b>Total Liabilities</b>		<b>3,890</b>	<b>24,027</b>
<b>Net Assets</b>		<b>1</b>	<b>8,797</b>
<b>Equity</b>			
Asset revaluation reserve		-	66,142
Contributed equity		(64,055)	(55,259)
Retained surpluses		64,056	(2,086)
<b>Total Equity</b>		<b>1</b>	<b>8,797</b>

The accompanying notes form part of these statements.

**Department of Infrastructure and Planning**  
**STATEMENT OF CHANGES IN EQUITY**  
**for the year ended 30 June 2008**

	Asset Revaluation Reserve (note 29)		Contributed Equity		Retained Surpluses	
	Consolidated	Parent Entity	Consolidated	Parent Entity	Consolidated	Parent Entity
	2008	2007	2008	2007	2007	2007
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance 1 July	167,447	168,045	415,817	570,175	42,367	(8,270)
Operating Surplus/(Deficit)	-	-	-	-	415,842	(1,856)
Non-owner changes in equity:						
- Increase/(decrease) in Asset Revaluation Reserve	53,886	7,960	-	-	-	-
- Transfer asset revaluation for assets sold	(15,151)	(8,558)	-	-	8,558	-
- Impact of prior year adjustment	-	-	(4,050)	-	4,161	-
- Correction of error	-	-	2,033	603	-	4,001
Transactions with owners as owners:						
- Net equity injection / (withdrawal) from Consolidated Fund (note 2)	-	-	504,780	1,101	-	-
- Equity injection from Estates Construction Fund	-	-	-	3,800	-	-
- Equity injection from Estates Construction Fund tax equivalents	-	-	13,468	2,513	-	-
- Assets received (machinery-of-Government change and other transfers) note 1(a)	-	-	32	(542)	-	-
- Net leave liabilities transferred (from)/to other departments	-	-	(106)	(575)	-	-
Non-reciprocal transfers:						
- Equity withdrawal non-appropriated	-	-	(3,000)	-	-	-
- Equity adjustment - non-current annual leave transferred to Crown	-	-	1,456	1,398	-	-
<b>Total</b>	<b>206,182</b>	<b>167,447</b>	<b>926,941</b>	<b>578,473</b>	<b>470,928</b>	<b>(8,270)</b>
Minority interest	-	-	99,786	-	317	-
<b>Total Equity at 30 June</b>	<b>206,182</b>	<b>167,447</b>	<b>1,026,727</b>	<b>578,473</b>	<b>471,245</b>	<b>(8,270)</b>

The accompanying notes form part of these statements.

**Department of Infrastructure and Planning**  
**STATEMENT OF CHANGES IN EQUITY**  
**for the year ended 30 June 2008**

	Asset Revaluation Reserve		Contributed Equity		Retained Surpluses	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
<b>Administered on a whole-of-Government basis</b>						
<b>Balance 1 July</b>	66,142	64,603	(55,259)	123,358	(2,086)	(933)
Operating Surplus/(Deficit)	-	-	-	-	-	(384)
Non-owner changes in equity:						
- Increase/(decrease) in Asset Revaluation Reserve	-	1,539	-	-	-	-
- Transfer asset revaluation for assets sold	(66,142)	-	-	-	66,142	-
Transactions with owners as owners:						
- Assets received (machinery-of-Government change)	-	-	-	(178,617)	-	(769)
- Net equity injection / (withdrawal) from Consolidated Fund (note 2)	-	-	1,000	-	-	-
- Equity withdrawal non-appropriated	-	-	(9,796)	-	-	-
<b>Balance 30 June</b>	<b>66,142</b>	<b>66,142</b>	<b>(64,055)</b>	<b>(55,259)</b>	<b>64,056</b>	<b>(2,086)</b>

The accompanying notes form part of these statements.

CASH FLOW STATEMENT

for the year ended 30 June 2008

	Notes	Consolidated		Parent Entity	
		2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
<b>Cash flows from operating activities</b>					
<i>Inflows:</i>					
Output receipts		94,843	30,608	94,843	30,608
User charges		154,509	(32,377)	40,124	(86,407)
Grants and other contributions		1,880	421,602	6,218	10,400
GST input tax credits from ATO		300,970	60,424	10,928	24,000
GST collected from customers		46,528	51,856	30,908	(13,419)
Interest receipts		33,716	13,807	-	3
Other inflows		3,931	6,078	1,749	5,858
<i>Outflows:</i>					
Employee expenses		(42,233)	(22,076)	(36,844)	(20,559)
Supplies and services		(239,519)	(126,472)	(70,521)	(35,523)
Grants and subsidies		(13,747)	(64,896)	(5,588)	(3,748)
Insurance premiums		(309)	(220)	(13)	(82)
GST paid to suppliers		(304,973)	(40,575)	(29,320)	(10,602)
GST remitted to ATO		(83,326)	5,185	(28,150)	14,889
Income tax paid		(52,566)	(5,372)	-	-
Other outflows		(10,400)	(456)	(1,788)	(373)
<b>Net cash provided by (used in) operating activities</b>	30	<b>(110,696)</b>	<b>297,116</b>	<b>12,546</b>	<b>(84,955)</b>
<b>Cash flows from investing activities</b>					
<i>Inflows:</i>					
Sales of property, plant and equipment		29,711	32,269	10,081	12,425
Loans and advances redeemed		14,570	1,468	308,000	-
<i>Outflows:</i>					
Payments for intangibles		(19,627)	-	-	-
Payments for property, plant and equipment		(2,671,453)	(920,426)	(23,643)	(45,463)
Investments acquired		-	-	(296,626)	(120,923)
Loans and advances made		(5,111)	(32,637)	(173)	(308,000)
<b>Net cash provided by (used in) investing activities</b>		<b>(2,651,910)</b>	<b>(919,326)</b>	<b>(2,361)</b>	<b>(461,961)</b>
<b>Cash flows from financing activities</b>					
<i>Inflows:</i>					
Equity injection		450,852	903,361	554,439	805,073
Proceeds from borrowings		2,438,354	588,000	-	-
<i>Outflows:</i>					
Equity withdrawals		(483,009)	(337,311)	(480,009)	(328,311)
<b>Net cash provided by (used in) financing activities</b>		<b>2,406,197</b>	<b>1,154,050</b>	<b>74,430</b>	<b>476,762</b>
Net increase (decrease) in cash held		(356,409)	531,858	84,615	(70,154)
Net cash transferred under government restructure		1,275	-	1,275	-
Cash at beginning of financial year		720,688	188,830	(52,807)	17,347
<b>Cash at end of financial year</b>	16	<b>365,554</b>	<b>720,688</b>	<b>33,083</b>	<b>(52,807)</b>

The accompanying notes form part of these statements.



CASH FLOW STATEMENT

for the year ended 30 June 2008

	Notes	Parent Entity	
		2008 \$'000	2007 \$'000
<b>Administered on a whole-of-Government basis</b>			
<b>Cash flows from operating activities</b>			
<i>Inflows:</i>			
Output receipts		31,110	-
User charges		-	12,162
Interest receipts		748	-
GST collected on sales		1,317	-
Other inflows		3,751	-
<i>Outflows:</i>			
Transfers to government		(28,797)	-
Supplies and services		-	11,955
Grants and subsidies		(31,460)	-
GST remitted to ATO		(1,317)	-
<b>Net cash provided by (used in) operating activities</b>	30	<b>(24,648)</b>	<b>24,117</b>
<b>Cash flows from investing activities</b>			
<i>Inflows:</i>			
Sale of property, plant and equipment		13,164	-
<i>Outflows:</i>			
Security deposit		-	(1,000)
<b>Net cash provided by (used in) investing activities</b>		<b>13,164</b>	<b>(1,000)</b>
<b>Cash flows from financing activities</b>			
<i>Inflows:</i>			
Equity injections		1,000	-
<i>Outflows:</i>			
Equity withdrawals		(9,796)	-
<b>Net cash provided by (used in) financing activities</b>		<b>(8,796)</b>	<b>-</b>
Net increase (decrease) in cash held		(20,280)	23,117
Cash at beginning of financial year		24,029	912
<b>Cash at end of financial year</b>	16	<b>3,749</b>	<b>24,029</b>

The accompanying notes form part of these statements.

*Department of Infrastructure and Planning*  
**INCOME STATEMENT BY OUTPUTS/MAJOR ACTIVITIES**  
for the year ended 30 June 2008

	Parent Entity			Total
	Planning	Infrastructure and Economic Development	Infrastructure Delivery	
	2008 \$'000	2008 \$'000	2008 \$'000	
<b>Income*</b>				
<b>Revenue</b>				
Output revenue	62,857	31,428	10,476	104,761
Sales revenue	637	16	-	653
User charges	279	362	306	946
Grants and other contributions	8,500	3,986	1,255	13,741
Other revenues	(3,324)	(284)	(515)	(4,123)
		-	-	-
<b>Gains</b>				
Gain on sale of property, plant and equipment	-	-	191	191
<b>Total Income</b>	<b>68,948</b>	<b>35,508</b>	<b>11,712</b>	<b>116,169</b>
<b>Expenses*</b>				
Employee expenses	21,661	14,366	1,889	37,917
Supplies and services	22,575	22,160	22,030	66,766
Grants and subsidies	2,786	2,793	10	5,588
Depreciation and amortisation	230	107	58	395
Impairment losses	-	3,063	1,418	4,481
Other expenses	170	1,040	1,669	2,877
<b>Total Expenses</b>	<b>47,422</b>	<b>43,529</b>	<b>27,074</b>	<b>118,024</b>
<b>Operating Surplus/(Deficit)</b>	<b>21,527</b>	<b>(8,021)</b>	<b>(15,362)</b>	<b>(1,856)</b>
<b>* Allocation of income and expenses to corporate services (disclosure only):</b>				
Income	15,036	7,518	2,506	25,060
Expenses	15,036	7,518	2,506	25,060