



Consolidated Fund Financial Report

2016–17

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CONSOLIDATED FUND FINANCIAL REPORT 2016–17

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SCOPE AND PURPOSE OF THE CONSOLIDATED FUND FINANCIAL REPORT

Statutory Requirement

The *Financial Accountability Act 2009* (the Act) provides that at the end of every financial year the Treasurer shall prepare and transmit to the Auditor-General a statement containing particulars of transactions of the Consolidated Fund and details of appropriation paid to each Department (including adjustments to original appropriation). This statement, known as the Consolidated Fund Financial Report (CFFR), is to be transmitted to the Auditor-General by a date that allows the Auditor-General to complete the audit of the statement and prepare a report on it within three months after the end of the financial year. The statement and the report of the Auditor-General are then to be tabled in the Legislative Assembly by the Treasurer within fourteen days of their return by the Auditor-General.

Consolidated Fund Accounts

The Act requires the Treasurer to keep ledger accounts for the Consolidated Fund consisting of:

- the Treasurer's Consolidated Fund Operating Account; and
- the Treasurer's Consolidated Fund Investment Account.

Basis of Accounting

Gross Cash Basis

The Consolidated Fund Financial Report records transactions on the cash basis of accounting, in contrast to Departmental reporting which is on the accrual basis of accounting. Transactions are recorded in the Consolidated Fund accounts at the time of receipt or issue of cash. In relation to the finalisation of appropriations under section 29(1) and section 37(3) of the Act and in accordance with section 22(6) of the Act, payments made from and receipts paid to the Consolidated Fund within two weeks after the end of the financial year relating to that financial year may be included in the appropriation for that year. For 2016-17, cash appropriations were finalised by 30 June 2017.

Rounding

Amounts included in this statement have been rounded to the nearest \$1,000 or where that amount is \$500 or less, to zero.

Amounts may not add to totals both across and downwards due to rounding.

Meanings of Certain Words

The following words appearing in the Statement of Appropriations have these meanings:

Transfers

Transfers made under section 79 of the Act represent the transfer of appropriation between departments approved by Governor in Council following a redistribution of Government business.

Treasurer's Transfers made under section 33 of the Act include transfers of appropriation between headings within a Department's vote, approved by the Treasurer.

Unforeseen Expenditure

Unforeseen Expenditure refers to expenditure authorised by the Governor in Council, under section 35 of the Act, to be made in advance of appropriation. Such authorisation may be given for expenditure where there is no appropriation, or there is an appropriation but the making or charging of the expenditure to a department's vote would mean that the amount allocated to the vote would be exceeded.

Expenditure refers to payments from the Consolidated Fund to departments. It does not necessarily mean that departments have had increased expenses. Departments may also use the funds for capital purchases and/or debt repayments which do not impact the operating result.

Lapsed Appropriation

Lapsed Appropriation means appropriation that has lapsed under section 29 of the Act. This section states that where the available amount (total amount appropriated) is not paid to a Department within the financial year or within the further two weeks, the unpaid amount of the appropriation lapses at the end of the further two weeks.

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE QUARTER ENDED 30 JUNE 2017

	Notes	Operating Account	Investment Account	Total Quarter Ended 30 June 2017	Total Quarter Ended 30 June 2016
		\$'000	\$'000	\$'000	\$'000
Consolidated Fund					
Balance as at 1 April		520,169	31,830,452	32,350,621	33,773,769
Receipts					
Collections received from departments	1	9,750,856	-	9,750,856	8,248,193
Investment interest		516,136	-	516,136	535,362
Dividends and income tax equivalents		287,893	-	287,893	1,163,946
Non-appropriated equity adjustments		(1,163,601)	-	(1,163,601)	19,870
Superannuation, long service leave, Queensland Government Insurance Fund and ALCS contributions		676,757	-	676,757	655,310
Capital return from public enterprise investments		-	-	-	197,228
Other receipts		676	-	676	1,694
		10,068,716	-	10,068,716	10,821,604
Payments					
Appropriations provided to departments	2	(13,244,703)	-	(13,244,703)	(15,474,988)
		(13,244,703)	-	(13,244,703)	(15,474,988)
Net effect of investments					
Funds transfer to/from Treasurer's account		1,031,308	(1,031,308)	-	-
Consolidated Fund Balance as at 30 June		(1,624,511)	30,799,145	29,174,634	29,120,385

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2017

	Notes	Operating Account	Investment Account	Total Year to Date 30 June 2017	Total Year to Date 30 June 2016
		\$'000	\$'000	\$'000	\$'000
Consolidated Fund					
Balance as at 1 July		(1,264,975)	30,385,361	29,120,385	31,978,937
Receipts					
Collections received from departments	1	40,854,991	-	40,854,991	35,500,575
Investment interest		2,065,828	-	2,065,828	2,245,946
Dividends and income tax equivalents		1,979,499	-	1,979,499	3,812,816
Non-appropriated equity adjustments		69,439	-	69,439	595,647
Superannuation, long service leave, Queensland Government Insurance Fund and ALCS contributions		2,874,425	-	2,874,425	2,590,919
Capital return from public enterprise investments		995,000	-	995,000	3,350,228
Other receipts		8,232	-	8,232	8,215
		48,847,414	-	48,847,414	48,104,347
Payments					
Appropriations provided to departments	2	(48,793,165)	-	(48,793,165)	(50,962,899)
		(48,793,165)	-	(48,793,165)	(50,962,899)
Net effect of investments					
Funds transfer to/from Treasurer's account		(413,784)	413,784	-	-
Consolidated Fund Balance as at 30 June		(1,624,511)	30,799,145	29,174,634	29,120,385

Notes:

1. Refer to statement of Collections Received from Departments.
2. Refer to statement of Appropriations Provided to Departments.

Note 1

COLLECTIONS RECEIVED FROM DEPARTMENTS

	Quarter Ended 30 June 2017	Quarter Ended 30 June 2016	Year Ended 30 June 2017	Year Ended 30 June 2016
	\$'000	\$'000	\$'000	\$'000
Department of Agriculture and Fisheries	578	687	1,972	1,827
Department of Education and Training	22,346	16,771	2,393,654	2,239,642
Electoral Commission of Queensland	87	2,230	11,987	3,410
Department of Energy and Water Supply	269	274	269	274
Department of Environment and Heritage Protection	2,575	1,533	11,568	8,919
Department of Housing and Public Works	84	91	84	91
Department of Infrastructure, Local Government and Planning	349,027	60,709	694,823	460,430
Department of Justice and Attorney-General	31,113	24,330	200,598	77,725
Department of National Parks, Sport and Racing	40	104	30,189	237
Department of Natural Resources and Mines	116,952	107,061	501,043	466,953
The Public Trustee of Queensland	-	-	2,590	2,670
Queensland Fire and Emergency Services	3	17	9	92
Queensland Health	14	333	46	360
Queensland Police Service	2,408	2,631	10,771	13,060
Queensland Treasury	8,592,937	7,393,461	34,603,990	29,859,501
Department of Transport and Main Roads	632,424	637,959	2,391,399	2,365,384
TOTAL AMOUNTS RECEIVED FROM DEPARTMENTS	9,750,856	8,248,193	40,854,991	35,500,575

Note 2

APPROPRIATIONS PROVIDED TO DEPARTMENTS

	Quarter Ended 30 June 2017	Quarter Ended 30 June 2016	Year Ended 30 June 2017	Year Ended 30 June 2016
	\$'000	\$'000	\$'000	\$'000
Department of Aboriginal and Torres Strait Islander Partnerships				
<i>Controlled Items</i>				
Departmental Services	11,184	9,885	62,462	50,991
Equity Adjustments	-	-	-	-
<i>Administered Items</i>	11,189	8,601	12,316	12,796
<u>Total for Department</u>	22,373	18,486	74,778	63,787
Department of Agriculture and Fisheries				
<i>Controlled Items</i>				
Departmental Services	92,094	117,897	288,045	300,168
Equity Adjustments	(6,189)	(9,984)	(6,189)	(9,984)
<i>Administered Items</i>	1,867	2,250	12,370	11,267
<u>Total for Department</u>	87,772	110,163	294,226	301,451
Department of Communities, Child Safety and Disability Services				
<i>Controlled Items</i>				
Departmental Services	806,921	768,871	2,780,900	2,717,326
Equity Adjustments	(22,915)	(14,548)	(22,915)	(14,548)
<i>Administered Items</i>	188,447	72,868	417,857	237,844
<u>Total for Department</u>	972,453	827,191	3,175,842	2,940,622
Department of Education and Training				
<i>Controlled Items</i>				
Departmental Services	2,355,957	2,120,421	8,780,098	8,351,947
Equity Adjustments	39,217	(2,498)	48,293	(128,139)
<i>Administered Items</i>	208,334	183,369	3,244,915	3,116,801
<u>Total for Department</u>	2,603,508	2,301,292	12,073,306	11,340,609
Electoral Commission of Queensland				
<i>Controlled Items</i>				
Departmental Services	7,799	12,513	24,642	44,920
Equity Adjustments	(76)	(1,109)	2,663	(37)
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	7,723	11,404	27,305	44,883
Department of Energy and Water Supply				
<i>Controlled Items</i>				
Departmental Services	13,949	6,474	57,867	39,343
Equity Adjustments	-	-	-	-
<i>Administered Items</i>	933,036	135,092	1,436,905	504,876
<u>Total for Department</u>	946,985	141,566	1,494,772	544,219
Department of Environment and Heritage Protection				
<i>Controlled Items</i>				
Departmental Services	34,324	33,786	155,760	149,961
Equity Adjustments	(258)	4,456	1,556	6,952
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	34,066	38,242	157,316	156,913
Department of Housing and Public Works				
<i>Controlled Items</i>				
Departmental Services	165,184	143,172	685,829	600,213
Equity Adjustments	86,204	42,669	92,936	42,669
<i>Administered Items</i>	(45)	151	3,508	2,455
<u>Total for Department</u>	251,343	185,992	782,273	645,337
Department of Infrastructure, Local Government and Planning				
<i>Controlled Items</i>				
Departmental Services	132,517	87,550	433,517	193,050
Equity Adjustments	1,767	6,379	16,216	14,014
<i>Administered Items</i>	458,622	69,559	1,137,946	746,592
<u>Total for Department</u>	592,906	163,488	1,587,679	953,656
Department of Justice and Attorney-General				
<i>Controlled Items</i>				
Departmental Services	376,523	345,509	1,384,807	1,301,047
Equity Adjustments	(53,203)	(62,475)	(140,769)	(155,326)
<i>Administered Items</i>	41,006	35,331	350,627	315,955
<u>Total for Department</u>	364,326	318,365	1,594,665	1,461,676

Note 2

APPROPRIATIONS PROVIDED TO DEPARTMENTS

- continued

	Quarter Ended 30 June 2017	Quarter Ended 30 June 2016	Year Ended 30 June 2017	Year Ended 30 June 2016
	\$'000	\$'000	\$'000	\$'000
Legislative Assembly and Parliamentary Service				
<i>Controlled Items</i>				
Departmental Services	24,778	25,642	88,466	86,279
Equity Adjustments	1,329	44	1,329	44
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	26,107	25,686	89,795	86,323
Department of National Parks, Sport and Racing				
<i>Controlled Items</i>				
Departmental Services	105,568	56,260	281,243	282,033
Equity Adjustments	(7,068)	(33,137)	(13,470)	(33,322)
<i>Administered Items</i>	14,000	14,022	64,290	73,276
<u>Total for Department</u>	112,500	37,145	332,063	321,987
Department of Natural Resources and Mines				
<i>Controlled Items</i>				
Departmental Services	139,404	137,597	318,680	327,612
Equity Adjustments	109	1,189	(3,597)	2,968
<i>Administered Items</i>	-	-	1,300	1,100
<u>Total for Department</u>	139,513	138,786	316,383	331,680
Office of the Governor				
<i>Controlled Items</i>				
Departmental Services	1,765	1,633	6,805	6,526
Equity Adjustments	54	77	54	77
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	1,819	1,710	6,859	6,603
Office of the Inspector-General of Emergency Management				
<i>Controlled Items</i>				
Departmental Services	1,064	1,083	3,937	3,924
Equity Adjustments	-	-	-	-
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	1,064	1,083	3,937	3,924
Office of the Ombudsman				
<i>Controlled Items</i>				
Departmental Services	2,194	1,899	8,194	7,905
Equity Adjustments	-	-	-	-
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	2,194	1,899	8,194	7,905
Department of the Premier and Cabinet				
<i>Controlled Items</i>				
Departmental Services	52,010	46,736	203,184	206,019
Equity Adjustments	(8,867)	(6,673)	(25,951)	(27,055)
<i>Administered Items</i>	17,090	11,930	153,286	134,158
<u>Total for Department</u>	60,233	51,993	330,519	313,122
Public Safety Business Agency				
<i>Controlled Items</i>				
Departmental Services	78,319	109,769	325,415	425,364
Equity Adjustments	(2,508)	(2,875)	(13,880)	10,198
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	75,811	106,894	311,535	435,562
Public Service Commission				
<i>Controlled Items</i>				
Departmental Services	2,295	1,797	12,715	14,619
Equity Adjustments	-	-	-	-
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	2,295	1,797	12,715	14,619
Queensland Audit Office				
<i>Controlled Items</i>				
Departmental Services	1,489	1,481	6,608	6,422
Equity Adjustments	-	-	-	-
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	1,489	1,481	6,608	6,422

Note 2

APPROPRIATIONS PROVIDED TO DEPARTMENTS

- continued

	Quarter Ended 30 June 2017	Quarter Ended 30 June 2016	Year Ended 30 June 2017	Year Ended 30 June 2016
	\$'000	\$'000	\$'000	\$'000
Queensland Fire and Emergency Services				
<i>Controlled Items</i>				
Departmental Services	21,203	21,140	79,184	78,378
Equity Adjustments	-	-	-	-
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	21,203	21,140	79,184	78,378
Queensland Health				
<i>Controlled Items</i>				
Departmental Services	2,430,540	2,344,789	9,730,556	9,318,683
Equity Adjustments	(100,457)	(101,105)	(92,656)	132,473
<i>Administered Items</i>	11,218	3,782	42,512	33,471
<u>Total for Department</u>	2,341,301	2,247,466	9,680,412	9,484,627
Queensland Police Service				
<i>Controlled Items</i>				
Departmental Services	518,554	451,501	1,834,049	1,720,976
Equity Adjustments	(8,224)	(25,607)	719	(10,900)
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	510,330	425,894	1,834,768	1,710,076
Queensland Treasury				
<i>Controlled Items</i>				
Departmental Services	49,857	48,436	240,396	211,257
Equity Adjustments	(1,849)	(10,160)	10,451	(160)
<i>Administered Items</i>	1,816,178	6,532,807	6,868,219	13,372,695
<u>Total for Department</u>	1,864,186	6,571,083	7,119,066	13,583,792
Department of Science, Information Technology and Innovation				
<i>Controlled Items</i>				
Departmental Services	97,834	69,726	291,854	266,860
Equity Adjustments	(9,320)	340	(4,271)	1,610
<i>Administered Items</i>	(467)	1,543	63,354	57,882
<u>Total for Department</u>	88,047	71,609	350,937	326,352
Department of State Development				
<i>Controlled Items</i>				
Departmental Services	35,717	41,015	176,057	140,630
Equity Adjustments	(1,655)	(16,441)	(17,276)	(27,341)
<i>Administered Items</i>	-	-	2,500	2,500
<u>Total for Department</u>	34,062	24,574	161,281	115,789
Department of Tourism, Major Events, Small Business and the Commonwealth Games				
<i>Controlled Items</i>				
Departmental Services	17,256	38,975	134,437	129,684
Equity Adjustments	5,818	19,050	11,686	37,383
<i>Administered Items</i>	69,477	46,813	267,956	168,012
<u>Total for Department</u>	92,551	104,838	414,079	335,079
Department of Transport and Main Roads				
<i>Controlled Items</i>				
Departmental Services	1,160,218	1,296,152	4,955,116	4,802,329
Equity Adjustments	826,325	227,569	1,517,552	545,177
<i>Administered Items</i>	-	-	-	-
<u>Total for Department</u>	1,986,543	1,523,721	6,472,668	5,347,506
Departmental Totals				
<i>Controlled Items</i>				
Departmental Services	8,736,517	8,341,709	33,350,823	31,784,466
Equity Adjustments	738,234	15,161	1,362,481	386,753
<i>Administered Items</i>	3,769,952	7,118,118	14,079,861	18,791,680
<u>Total for Departments</u>	13,244,703	15,474,988	48,793,165	50,962,899

STATEMENT OF APPROPRIATIONS
for the year ended 30 June 2017

	Note	Appropriation Acts 2016 \$'000	Transfers s79 \$'000	Appropriation Adjusted for s79 Transfers \$'000	Treasurer's Transfers s33 \$'000	Lapsed Appropriation s29 \$'000	Unforeseen Expenditure s35 \$'000	2017 Actual \$'000	2016 Actual \$'000
Department of Aboriginal and Torres Strait Islander Partnerships									
<i>Controlled Items</i>									
Departmental services	1	74,467	-	74,467	-	(12,005)	-	62,462	50,991
Equity adjustments		3,000	-	3,000	-	(3,000)	-	-	-
<i>Administered Items</i>		12,571	-	12,571	-	(255)	-	12,316	12,796
<u>Vote</u>		90,038	-	90,038	-	(15,260)	-	74,778	63,787
Department of Agriculture and Fisheries									
<i>Controlled Items</i>									
Departmental services	2	304,818	-	304,818	-	(16,773)	-	288,045	300,168
Equity adjustments		(5,613)	-	(5,613)	-	(576)	-	(6,189)	(9,984)
<i>Administered Items</i>		13,070	-	13,070	-	(700)	-	12,370	11,267
<u>Vote</u>		312,275	-	312,275	-	(18,049)	-	294,226	301,451
Department of Communities, Child Safety and Disability Services									
<i>Controlled Items</i>									
Departmental services		2,794,221	27,856	2,822,077	(28,135)	(13,042)	-	2,780,900	2,717,326
Equity adjustments		(13,075)	-	(13,075)	-	(9,840)	-	(22,915)	(14,548)
<i>Administered Items</i>		389,722	-	389,722	28,135	-	-	417,857	237,844
<u>Vote</u>		3,170,868	27,856	3,198,724	-	(22,882)	-	3,175,842	2,940,622
Department of Education and Training									
<i>Controlled Items</i>									
Departmental services	4	8,886,613	-	8,886,613	(80,296)	(26,219)	-	8,780,098	8,351,947
Equity adjustments		(24,519)	-	(24,519)	72,812	-	-	48,293	(128,139)
<i>Administered Items</i>		3,237,431	-	3,237,431	7,484	-	-	3,244,915	3,116,801
<u>Vote</u>		12,099,525	-	12,099,525	-	(26,219)	-	12,073,306	11,340,609
Electoral Commission of Queensland									
<i>Controlled Items</i>									
Departmental services	5	24,697	-	24,697	-	(55)	-	24,642	44,920
Equity adjustments		6,269	-	6,269	-	(3,606)	-	2,663	(37)
<i>Administered Items</i>		-	-	-	-	-	-	-	-
<u>Vote</u>		30,966	-	30,966	-	(3,661)	-	27,305	44,883
Department of Energy and Water Supply									
<i>Controlled Items</i>									
Departmental services	6	57,167	-	57,167	-	-	700	57,867	39,343
Equity adjustments		-	-	-	-	-	-	-	-
<i>Administered Items</i>		583,828	-	583,828	-	-	853,077	1,436,905	504,876
<u>Vote</u>		640,995	-	640,995	-	-	853,777	1,494,772	544,219

STATEMENT OF APPROPRIATIONS
for the year ended 30 June 2017

	Note	Appropriation Acts 2016 \$'000	Transfers s79 \$'000	Appropriation Adjusted for s79 Transfers \$'000	Treasurer's Transfers s33 \$'000	Lapsed Appropriation s29 \$'000	Unforeseen Expenditure s35 \$'000	2017 Actual \$'000	2016 Actual \$'000
Department of Environment and Heritage Protection									
<i>Controlled Items</i>									
Departmental services	7	169,041	-	169,041	-	(13,281)	-	155,760	149,961
Equity adjustments		5,314	-	5,314	-	(3,758)	-	1,556	6,952
<i>Administered Items</i>		-	-	-	-	-	-	-	-
<u>Vote</u>		174,355	-	174,355	-	(17,039)	-	157,316	156,913
Department of Housing and Public Works									
<i>Controlled Items</i>									
Departmental services	8	757,704	(27,856)	729,848	(44,019)	-	-	685,829	600,213
Equity adjustments		259	-	259	44,064	-	48,613	92,936	42,669
<i>Administered Items</i>		3,553	-	3,553	(45)	-	-	3,508	2,455
<u>Vote</u>		761,516	(27,856)	733,660	-	-	48,613	782,273	645,337
Department of Infrastructure, Local Government and Planning									
<i>Controlled Items</i>									
Departmental services		340,030	-	340,030	62,798	-	30,689	433,517	193,050
Equity adjustments		79,014	-	79,014	(62,798)	-	-	16,216	14,014
<i>Administered Items</i>		877,379	(8,423)	868,956	-	-	288,990	1,137,946	746,592
<u>Vote</u>		1,296,423	(8,423)	1,288,000	-	-	299,679	1,587,679	953,656
Department of Justice and Attorney-General									
<i>Controlled Items</i>									
Departmental services	10	1,380,136	13,278	1,393,414	-	(8,607)	-	1,384,807	1,301,047
Equity adjustments		(93,894)	-	(93,894)	-	(46,875)	-	(140,769)	(155,326)
<i>Administered Items</i>		363,352	-	363,352	-	(12,725)	-	350,627	315,955
<u>Vote</u>		1,649,594	13,278	1,662,872	-	(68,207)	-	1,594,665	1,461,676
Legislative Assembly and Parliamentary Service									
<i>Controlled Items</i>									
Departmental services	11	87,379	-	87,379	-	-	1,087	88,466	86,279
Equity adjustments		5	-	5	-	-	1,324	1,329	44
<i>Administered Items</i>		-	-	-	-	-	-	-	-
<u>Vote</u>		87,384	-	87,384	-	-	2,411	89,795	86,323
Department of National Parks, Sport and Racing									
<i>Controlled Items</i>									
Departmental services	12	343,549	-	343,549	(32,675)	(29,631)	-	281,243	282,033
Equity adjustments		(32,256)	-	(32,256)	18,786	-	-	(13,470)	(33,322)
<i>Administered Items</i>		67,606	(17,205)	50,401	13,889	-	-	64,290	73,276
<u>Vote</u>		378,899	(17,205)	361,694	-	(29,631)	-	332,063	321,987

STATEMENT OF APPROPRIATIONS
for the year ended 30 June 2017

	Note	Appropriation Acts 2016 \$'000	Transfers s79 \$'000	Appropriation Adjusted for s79 Transfers \$'000	Treasurer's s33 Transfers \$'000	Lapsed Appropriation s29 \$'000	Unforeseen Expenditure s35 \$'000	2017 Actual \$'000	2016 Actual \$'000
Department of Natural Resources and Mines									
<i>Controlled Items</i>									
Departmental services	13	331,831	-	331,831	-	(13,151)	-	318,680	327,612
Equity adjustments		(2,783)	-	(2,783)	-	(814)	-	(3,597)	2,968
<i>Administered Items</i>		1,300	-	1,300	-	-	-	1,300	1,100
<u>Vote</u>		330,348	-	330,348	-	(13,965)	-	316,383	331,680
Office of the Governor									
<i>Controlled Items</i>									
Departmental services	14	6,912	-	6,912	(107)	-	-	6,805	6,526
Equity adjustments		(53)	-	(53)	107	-	-	54	77
<i>Administered Items</i>		-	-	-	-	-	-	-	-
<u>Vote</u>		6,859	-	6,859	-	-	-	6,859	6,603
Office of the Inspector-General of Emergency Management									
<i>Controlled Items</i>									
Departmental services	15	3,911	-	3,911	-	-	26	3,937	3,924
Equity adjustments		-	-	-	-	-	-	-	-
<i>Administered Items</i>		-	-	-	-	-	-	-	-
<u>Vote</u>		3,911	-	3,911	-	-	26	3,937	3,924
Office of the Ombudsman									
<i>Controlled Items</i>									
Departmental services	16	8,216	-	8,216	-	(22)	-	8,194	7,905
Equity adjustments		-	-	-	-	-	-	-	-
<i>Administered Items</i>		-	-	-	-	-	-	-	-
<u>Vote</u>		8,216	-	8,216	-	(22)	-	8,194	7,905
Department of the Premier and Cabinet									
<i>Controlled Items</i>									
Departmental services	17	207,641	-	207,641	(2,330)	(2,127)	-	203,184	206,019
Equity adjustments		(15,217)	-	(15,217)	-	(10,734)	-	(25,951)	(27,055)
<i>Administered Items</i>		150,956	-	150,956	2,330	-	-	153,286	134,158
<u>Vote</u>		343,380	-	343,380	-	(12,861)	-	330,519	313,122
Public Safety Business Agency									
<i>Controlled Items</i>									
Departmental services	18	409,014	(74,387)	334,627	-	(9,212)	-	325,415	425,364
Equity adjustments		3,994	-	3,994	-	(17,874)	-	(13,880)	10,198
<i>Administered Items</i>		-	-	-	-	-	-	-	-
<u>Vote</u>		413,008	(74,387)	338,621	-	(27,086)	-	311,535	435,562

STATEMENT OF APPROPRIATIONS
for the year ended 30 June 2017

	Appropriation Acts 2016	Transfers s79	Appropriation Adjusted for s79 Transfers	Treasurer's Transfers s33	Lapsed Appropriation s29	Unforeseen Expenditure s35	2017 Actual	2016 Actual
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
19								
Public Service Commission								
<i>Controlled Items</i>								
Departmental services	14,284	-	14,284	-	(1,569)	-	12,715	14,619
Equity adjustments	-	-	-	-	-	-	-	-
<i>Administered Items</i>								
<u>Vote</u>	14,284	-	14,284	-	(1,569)	-	12,715	14,619
20								
Queensland Audit Office								
<i>Controlled Items</i>								
Departmental services	6,629	-	6,629	-	(21)	-	6,608	6,422
Equity adjustments	-	-	-	-	-	-	-	-
<i>Administered Items</i>								
<u>Vote</u>	6,629	-	6,629	-	(21)	-	6,608	6,422
21								
Queensland Fire and Emergency Services								
<i>Controlled Items</i>								
Departmental services	80,272	299	80,571	-	(1,387)	-	79,184	78,378
Equity adjustments	-	-	-	-	-	-	-	-
<i>Administered Items</i>								
<u>Vote</u>	80,272	299	80,571	-	(1,387)	-	79,184	78,378
22								
Queensland Health								
<i>Controlled Items</i>								
Departmental services	10,014,701	-	10,014,701	(8,538)	(275,607)	-	9,730,556	9,318,663
Equity adjustments	52,644	-	52,644	-	(145,300)	-	(92,656)	132,473
<i>Administered Items</i>								
<u>Vote</u>	33,974	-	33,974	8,538	-	-	42,512	33,471
	10,101,319	-	10,101,319	-	(420,907)	-	9,680,412	9,484,627
23								
Queensland Police Service								
<i>Controlled Items</i>								
Departmental services	1,783,627	60,810	1,844,437	-	(10,388)	-	1,834,049	1,720,976
Equity adjustments	19,903	-	19,903	-	(19,184)	-	719	(10,900)
<i>Administered Items</i>								
<u>Vote</u>	1,803,530	60,810	1,864,340	-	(29,572)	-	1,834,768	1,710,076
24								
Queensland Treasury								
<i>Controlled Items</i>								
Departmental services	251,486	-	251,486	(11,090)	-	-	240,396	211,257
Equity adjustments	11,058	-	11,058	(607)	-	-	10,451	(160)
<i>Administered Items</i>								
<u>Vote</u>	5,762,535	25,628	5,788,163	11,697	-	1,068,359	6,868,219	13,372,696
	6,025,079	25,628	6,050,707	-	-	1,068,359	7,119,066	13,583,792

STATEMENT OF APPROPRIATIONS
for the year ended 30 June 2017

	Note	Appropriation Acts 2016 \$'000	Transfers s79 \$'000	Appropriation Adjusted for s79 Transfers \$'000	Treasurers's Transfers s33 \$'000	Lapsed Appropriation s29 \$'000	Unforeseen Expenditure s35 \$'000	2017 Actual \$'000	2016 Actual \$'000
Department of Science, Information Technology and Innovation									
<i>Controlled Items</i>									
Departmental services		294,567	-	294,567	(173)	(2,540)	-	291,854	266,860
Equity adjustments		(4,444)	-	(4,444)	173	-	-	(4,271)	1,610
<i>Administered Items</i>		70,318	-	70,318	-	(6,964)	-	63,354	57,882
<u>Vote</u>		360,441	-	360,441	-	(9,504)	-	350,937	326,352
Department of State Development									
<i>Controlled Items</i>									
Departmental services		310,513	-	310,513	-	(134,456)	-	176,057	140,630
Equity adjustments		6,355	-	6,355	-	(23,631)	-	(17,276)	(27,341)
<i>Administered Items</i>		2,500	-	2,500	-	-	-	2,500	2,500
<u>Vote</u>		319,368	-	319,368	-	(158,087)	-	161,281	115,789
Department of Tourism, Major Events, Small Business and the Commonwealth Games									
<i>Controlled Items</i>									
Departmental services		204,972	-	204,972	(31)	(70,504)	-	134,437	129,684
Equity adjustments		11,655	-	11,655	31	-	-	11,686	37,383
<i>Administered Items</i>		269,906	-	269,906	-	(1,950)	-	267,956	168,012
<u>Vote</u>		486,533	-	486,533	-	(72,454)	-	414,079	335,079
Department of Transport and Main Roads									
<i>Controlled Items</i>									
Departmental services		5,218,430	-	5,218,430	(106,276)	(157,038)	-	4,955,116	4,802,329
Equity adjustments		1,411,276	-	1,411,276	106,276	-	-	1,517,552	545,177
<i>Administered Items</i>		83,750	-	83,750	-	(83,750)	-	-	-
<u>Vote</u>		6,713,456	-	6,713,456	-	(240,788)	-	6,472,668	5,347,506
Department Totals									
<i>Controlled Items</i>									
Departmental services		34,366,828	-	34,366,828	(250,872)	(797,635)	32,502	33,350,823	31,784,466
Equity adjustments		1,418,892	-	1,418,892	178,844	(285,192)	49,937	1,362,481	386,753
<i>Administered Items</i>		11,923,751	-	11,923,751	72,028	(106,344)	2,190,426	14,079,861	18,791,680
<u>Vote</u>		47,709,471	-	47,709,471	-	(1,189,171)	2,272,865	48,793,165	50,962,899

Explanatory Notes to the Statement of Appropriations

These explanatory notes are in relation to appropriation adjustments and explain the variance between the appropriation heading amount in the Appropriation Acts, adjusted for section 79 (machinery of Government) transfers, and actual appropriation paid.

- 1. Department of Aboriginal and Torres Strait Islander Partnerships** – Lapses in departmental services were mainly due to timing changes for indigenous economic programs, including Reparations for Stolen Wages, the Cape York Peninsula Tenure Resolution and Welfare Reform. These lapses were partially offset by additional funding to support measures addressing unrest in the Aurukun community.

Lapses in equity adjustments primarily relate to timing adjustments for land acquisitions under the Cape York Peninsula Tenure Resolution Program.

Lapses in administered items were primarily due to the re-calculation of expenses relating to the Western Cape Communities Trust.

- 2. Department of Agriculture and Fisheries** – Lapses in departmental services were mainly due to timing adjustments in relation to expenditure associated with drought relief arrangements, Biosecurity programs, a SAP upgrade and numerous grant programs. These lapses were partially offset by additional funding for the containment of White Spot Disease and other Biosecurity Regional Responses.

Lapses in equity adjustments were largely due to depreciation funding adjustments, the re-classification of funding from equity to operating for the New Dog Breeder Registration Systems and the Biosecurity Information Management Systems and the return of proceeds from the disposal of the property at Biloela Research Station, partly offset by the realignment of funding for the Capital Grants Research Property program.

Lapses in administered items were primarily due to timing adjustments in relation to Farm Management Grants for rural pest assistance initiatives.

- 3. Department of Communities, Child Safety and Disability Services** – Lower departmental services mainly reflect timing adjustments relating to various disability, child, family and community services and the re-allocation of funds to administered items in relation to the Bilateral Agreement for the State's transition to the National Disability Insurance Scheme. These lapses were partially offset by additional State and Commonwealth funding for disability and communities' services, additional State funding for child safety services and the re-allocation of equity funding for additional staff and the Community Aids, Equipment and Assistive Technology Initiative and Vehicle Options Subsidy Scheme.

Lapses in equity adjustments primarily relate to the re-allocation to departmental services to fund additional staff and for the Community Aids, Equipment and Assistive Technology Initiative and Vehicle Options Subsidy Scheme.

Transfers from departmental services to administered items were applied to reflect the transfer of responsibility to fund the Bilateral Agreement for the State's transition to the National Disability Insurance Scheme.

- 4. Department of Education and Training** – Lower departmental services were primarily due to timing adjustments in relation to expenditure associated with the Senior Assessment and Tertiary Entrance initiative, Training and Skills Reform initiatives, and Early Childhood Education and Care programs. These were partially offset by increased funding for the Southbank Education and Training Precinct Public Private Partnership, enterprise bargaining outcomes and depreciation and the reclassification of funding from capital to operating.

Transfers from departmental services to equity adjustments were applied to offset increased funding for the Significant Infrastructure Projects Program, as well as new school halls, land purchases and the accelerated works as part of the Advancing Queensland Schools program. This increased equity funding was partly offset by the reclassification of capital funding to operating and depreciation funding adjustments.

Transfers from departmental services to administered items were applied to offset the increased Australian Government funding to non-state schools in relation to the Students First Program.

- 5. Electoral Commission of Queensland** – Lapses in departmental services were largely due to timing adjustments in relation to the 2015-16 Referendum and Local Government Election and By-election activities. These lapses were partially offset by additional funding towards the next State general election.

Lapses in equity adjustments primarily relate to timing adjustments for the Strategic Election Management System to enable the undertaking of rigorous procurement processes.

- 6. Department of Energy and Water Supply** – Additional departmental services were primarily due to new Commonwealth funding for the National Water Infrastructure Development Fund and the Nullinga Dam Feasibility Study and additional State funding for the Regional Business support Package and the Digital Electricity Meters for Low Income Regional Residents Project, offset by timing adjustments for a number of programs, including the Local Management Arrangements Project.

Additional administered items primarily reflect increased funding required to maintain the Government's uniform electricity tariff policy and the Powering Queensland Plan (Solar Boost Scheme), partially offset by timing adjustments for repairs and maintenance funding for water infrastructure assets.

- 7. Department of Environment and Heritage Protection** – Lapses in departmental services primarily relate to a realignment of the expenditure profile for a number of grant programs, including the Great Barrier Reef Protection programs, the Reef Water Quality programs, Nature Refuges and the Community Sustainability Action grants, partly offset by additional expenditure relating to the Linc Energy mine rehabilitation program and the establishment of the CarbonPlus Fund.

Lapses in equity adjustments largely reflect the timing of funding for Protected Area land acquisitions.

- 8. Department of Housing and Public Works** – Lower departmental services and administered items were mainly due to timing changes in expenditure for various programs including Rural and Remote capital grants and Deed of Grants in Trust.

Transfers from departmental services and administered items to equity adjustments were applied to partially offset additional funding due to timing adjustments for the transfer to the Consolidated Fund of the Integrated Resort Development Land and Residential Land premiums received in relation to the Queen's Wharf development and proceeds from the sale of surplus non-residential Government properties. This increased funding is also partially offset by timing changes to align with the revised capital works expenditure profile for the National Partnership on Remote Housing.

- 9. Department of Infrastructure, Local Government and Planning** – Lower equity adjustments were largely the result of timing adjustments relating to the Commonwealth Games Athletes Village, Priority Development Infrastructure program and the construction of Indigenous infrastructure assets.

Additional administered items were primarily related to the on-passing to local governments of Commonwealth grants brought forward from 2017-18, increased payments under the Natural Disaster Relief and Recovery Arrangements, primarily related to Tropical Cyclone Debbie and funding for the Cross River Rail Delivery Authority re-allocated from departmental services.

Transfers from equity adjustments to departmental services were applied to partially offset increased funding for the Works for Queensland program, Indigenous water and wastewater infrastructure program and the Cross River Rail Delivery Authority funding, initially re-allocated from the Department of Transport and Main Roads and then re-allocated to administered on establishment of the Cross River Rail Delivery Authority. The additional departmental services funding is further offset by timing adjustments in relation to funding for the Local Government Grants and Subsidies Program, the Community Resilience Fund, the Yeppoon and Rockhampton Revitalisation projects, Better Planning Queensland projects and the Maturing the Infrastructure Pipeline Program.

- 10. Department of Justice and Attorney-General** – Lapses in departmental services primarily relate to a realignment of the expenditure profile for efficiency and business improvement initiatives including ICT projects, backlog maintenance program and private prison contracts and the return of residual depreciation funding. These lapses are partially offset by additional funding to assist workload pressures in Queensland Courts and for the Director of Child Protection Litigation.

Lapses in equity adjustments largely reflect timing adjustments for capital projects including the Borallon Training and Correctional Centre, Brisbane Youth Detention Centre - security management system upgrade and perimeter security upgrade in correctional centres, probation and parole office accommodation and refurbishments and Rockhampton and Kingaroy Courthouse upgrades. These lapses are partially offset by the return of residual depreciation funding.

Lapses in administered items were primarily due to a change in the timing of funding relating to expenditure for Victims Assist Queensland, the Criminal Injury Compensation Unit, Judges' long service leave provision and Legal Aid Queensland, partially offset by additional funding to address workload pressures in Queensland Courts and an increment in judicial salaries.

- 11. Legislative Assembly and Parliamentary Service** - Additional departmental services primarily relate to additional funding for the Coal Workers' Pneumoconiosis Select committee and increases in salaries for Members of Parliament following the Queensland Independent Remuneration Tribunal's determination in August 2016.

Additional equity adjustments primarily relate to increased funding to upgrade lifts in the Parliamentary Annexe and to upgrade the Parliamentary IT systems, including the broadcast of proceedings and Members' Video on demand.

- 12. Department of National Parks, Sport and Racing** – Lower departmental services mainly relate to lower depreciation funding following the adoption of a new valuation methodology and the realignment of funding with anticipated expenditure for various Recreation and Sport grants including the Racing Infrastructure Fund, Get Playing programs and other projects.

Transfers from departmental services to equity adjustments were primarily applied to offset depreciation funding adjustments.

Transfers from departmental services to administered items were primarily applied to offset increased grant funding to Racing Queensland and the development of the Queensland State Netball Centre.

- 13. Department of Natural Resources and Mines** – Lower departmental services were mainly due to the timing of funding to align with the expenditure profile for various State and Commonwealth-funded programs including water reform in the Murray Darling Basin, the Great Artesian Basin Sustainability initiatives, the re-allocation of science shared services funding to the Department of Science, Information Technology and Innovation and the reclassification of funding for the One Enterprise program from operating to capital. This was partially offset by additional funding to assist the Coal Mine Workers' Health scheme and the Linc Energy mine rehabilitation program.

Lapses in equity adjustments largely reflect timing adjustments for capital projects including ICT projects, partially offset by the reclassification of funding from operating to capital for the One Enterprise Program.

14. **Office of the Governor** – Transfers from departmental services to equity adjustments reflect the reclassification of funding for the upgrade of Government House security infrastructure and internal fittings.
15. **Office of the Inspector-General of Emergency Management** - Additional departmental services were primarily due to increases in rental costs, partially offset by timing changes for expenditure for initiatives including the Collaboration Zone and CRM Improvement project and Household Survey.
16. **Office of the Ombudsman** – Lapses in departmental services were largely due to revised depreciation funding requirements.
17. **Department of the Premier and Cabinet** – Lower departmental services primarily result from the re-allocation of funding for the Blue Card and Foster Care Review to administered items and the net effect of timing adjustments of various projects, including the Anzac Centenary Commemoration, Queensland Social Cohesion Implementation Council programs, strategies to reduce Alcohol Fuelled Violence and Domestic and Family Violence. This is partially offset by increased funding for the reimbursement of Flood Litigation costs, Media Reporting Unit enterprise bargaining and depreciation.

Lapses in equity adjustments primarily related to timing adjustments related to the ANZAC Gallery project and adjustments to depreciation funding.

Transfers from departmental services to administered items were applied to partly offset the re-allocation of funding for Blue Card and Foster Care Review and increased funding for the Sciencentre transformation which was also partly offset by timing adjustments of operational funding for the Ministerial Offices.

18. **Public Safety Business Agency** – Lapses in departmental services are mainly due to the re-allocation of funding to the Department of Science, Information Technology and Innovation for delivery of the Human Resource Information system project and changes to the timing of funding for ICT projects and the operating component of the Queensland Police Service Vehicles program, partly offset by funding re-allocated from the Queensland Police Service, particularly in relation to the Public Safety Network Management Centre and the reclassification to departmental services of funding for the delivery of ICT projects.

Lapses in equity adjustments primarily relate to timing adjustments for capital projects including the Queensland Police Service Vehicles program, the Queensland Police Headquarters renewal program and the Cairns Special Emergency Response Team and Road Policing new facility, as well as the reclassification to departmental services of funding for capital items that are required to be expensed. These lapses are partially offset by additional funding for QGAir maintenance, the Significant Regional Infrastructure Projects Program and the net effect of other capital projects re-allocated to/from the Queensland Police Service.

19. **Public Service Commission** – Lapses in departmental services are largely due to timing adjustments of the expenditure profile for various programs including the whole-of-Government leadership and development programs (eCad), commitments for Community Insights and Capability Reviews and the joint initiative with the Institute of Public Administration Australia.
20. **Queensland Audit Office** – Lapses in departmental services are largely due to timing adjustments for Microsoft licences and agreements.
21. **Queensland Fire and Emergency Services** – Lapses in departmental services were largely a result of adjustments in state contributions for the Emergency Management Levy on Crown properties and timing of whole-of-government Microsoft licensing agreements.

- 22. Queensland Health** – Lower departmental services are primarily due to timing changes in expenditure for a number of State-funded programs including Sunshine Coast University Hospital Transition, Nursing, Integrated Care, Surgery Connect and Specialist Outpatient and adjustments to depreciation funding, partly offset by the reclassification of capital funding to operating and additional Commonwealth funding for Adult Dental Care.

Lapses in equity adjustments primarily relate to the reclassification to departmental services of funding for capital items that are required to be expensed and timing changes for the capital projects including Laboratory Information Systems, Finance System Replacements, Enhancing Regional Hospitals Program, Advancing Queensland Health Infrastructure Program, Significant Regional Infrastructure Projects Program, Health Technology Replacement Program, and various hospitals, principally the Sunshine Coast University Hospital, Gold Coast University Hospital and Lady Cilento Children's Hospital, together with timing changes in Commonwealth funding for Health and Hospital Services projects and the Townsville Hospital Expansion, partly offset by depreciation funding adjustments.

Transfers from departmental services to administered items were applied primarily to offset increased funding for the Office of the Health Ombudsman.

- 23. Queensland Police Service** – Lapses in departmental services are primarily due to timing adjustments of various expenditure programs including Organised Crime Commission of Inquiry, improving Counter Terrorism Capability and Capacity, mobile services, body worn video project and the tackle child exploitation program. These lapses are partially offset by additional funding for the new Enterprise Bargaining agreement for sworn Police officers and for the Taser Replacement and Maintenance program.

Lapses in equity adjustments are mainly due to timing adjustments for capital projects including the Police Communications Centre upgrade, Camera Detected Offences Program initiatives and the net effect of other capital projects re-allocated to/from the Public Safety Business Agency.

- 24. Queensland Treasury** – Lower departmental services primarily relate to program timing adjustments related to the State Penalties Enforcement Registry's Work Development Order Scheme, resourcing requirements, Treasury Data Analytics Centre, Horizon Program and Agency Excellence Reform Program. These are partially offset by additional funding to provide the Regional Back to Work initiative.

Lower equity adjustments were primarily due to the reclassification of funding for the Secure the Integrity of the State Revenue Base and Improve Services initiative from capital to operating.

Transfers from departmental services and equity adjustments were applied to administered items to partially offset additional funding to repay debt.

- 25. Department of Science, Information Technology and Innovation** – Lower departmental services primarily relate to timing adjustments of expenditure relating to the Advance Queensland Program, Science activities, Government Wireless Network tunnels, Cyber Security contract obligations and the reclassification to equity of Science ICT priorities. These lapses are partially offset by additional funding re-allocated from the Public Safety Business Agency for delivery of the Human Resource Information System and continuation of the One-Stop Shop program, including the reclassification from equity of funding for the One-Stop Shop program and the re-allocation of science shared services funding from the Department of Natural Resources and Mines.

Transfers from departmental services to equity adjustments were applied to meet the reclassification from departmental services of Science ICT priorities, timing adjustments relating to the Government Wireless Network and revised amortisation funding. These were partly offset by timing adjustments relating to the Smart Service Queensland Telephony Replacement and Content Delivery system and the reclassification to departmental services of funding for the One-Stop Shop program.

Lapses in administered items were primarily due to timing adjustments relating to the Queensland Shared Service reforms and other projects.

- 26. Department of State Development** – Lapses in departmental services mainly reflect timing adjustments to the expenditure profile for various programs including Building our Regions, Royalties for the Regions, priority industry related project activities, major projects and property activities, reduced depreciation funding following the de-recognition of certain port assets and the Office of the Coordinator-General activities. These lapses are partially offset by an increase in funding for the Land Supply Fund and the re-allocation of funds from equity for the Bundaberg Gas Pipeline.

Lapses in equity adjustments primarily reflect the realignment of capital projects including the Material Transport and Services Corridor, Gladstone State Development area, North Queensland Stadium, the de-recognition of the Bundaberg Gas Pipeline and increased proceeds from sale of Mary Valley properties, partly offset by reduced depreciation following the de-recognition of certain port assets.

- 27. Department of Tourism, Major Events, Small Business and the Commonwealth Games** – Lower departmental services mainly result from the funding changes to match timing of anticipated expenditure on the Gold Coast 2018 Commonwealth Games venues, the Advance Queensland: Connecting with Asia program, the Advancing Small Business Queensland Strategy and for the Attracting Aviation Investment Fund program, partly offset by increased funding for major events.

Lapses in administered items were primarily due to timing adjustments relating to operational funding for Tourism and Events Queensland.

Transfers from departmental services to equity adjustments were primarily due to timing changes to match anticipated expenditure on the development and construction of Gold Coast 2018 Commonwealth Games venues.

- 28. Department of Transport and Main Roads** – Lower departmental services primarily relate to revised depreciation funding, other transport program adjustments such as the Gold Coast Light Rail and Transport Infrastructure Development Scheme and the transfer of Cross River Rail funding to the Department of Infrastructure, Local Government and Planning, offset by funding received for the Personalised Transport Reforms Industry Adjustment Assistance Package and the reclassification of capital funding to operating.

Lower administered items primarily relate to timing changes to match anticipated expenditure for the North Coast Line Capacity Improvement project and Gold Coast Commonwealth Games transport.

Transfers from departmental services to equity adjustments were applied to primarily offset acceleration of State funding for capital programs and revised depreciation funding. This is further offset by the reclassification of capital funding to operating and timing adjustments to State and Commonwealth-funded infrastructure projects such as Toowoomba Second Range Crossing, New Generation Rollingstock and other Queensland Transport Roads Investment Program projects impacted by weather.

TREASURER OF QUEENSLAND'S CERTIFICATION

Prepared, signed and transmitted in compliance with sections 23(4) and 24 of the *Financial Accountability Act 2009*.

HON. CURTIS PITT MP
TREASURER
MINISTER FOR TRADE AND INVESTMENT

24 August 2017

INDEPENDENT AUDITOR'S REPORT

To the Treasurer of Queensland

Report on the Consolidated Fund Financial Report

Opinion

I have audited the accompanying Consolidated Fund Financial Report.

In my opinion, the financial report –

- (a) presents a true and fair view of the transactions of the consolidated fund accounts for the financial year 1 July 2016 to 30 June 2017 and of the financial position of the accounts as at the end of that year; and
- (b) is in agreement with the consolidated fund accounts for the financial year.

The financial report comprises the statement of receipts and payments for the quarter ended and year ended 30 June 2017 and related notes, the statement of appropriations for the year ended 30 June 2017 and related explanatory notes and the certificate given by the Treasurer of Queensland. The report has been prepared using the cash basis of accounting.

Basis for opinion

I conducted my audit in accordance with the *Auditor-General of Queensland Auditing Standards*, which incorporate the Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report.

I am independent of the Consolidated Fund in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code and the *Auditor-General of Queensland Auditing Standards*.

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

Emphasis of Matter - Basis of Accounting

Without modifying my opinion, attention is drawn to the Basis of Accounting under the scope and purpose of the financial report, which highlights that the financial report has been prepared on a cash basis for the purpose of fulfilling the Treasurer's financial reporting responsibilities under the *Financial Accountability Act 2009*. As a result, the report may not be suitable for another purpose.

Responsibilities of the Treasurer for the financial report

The Treasurer is responsible for the preparation of the financial report that gives a true and fair view in accordance with the prescribed accounting requirements identified in the *Financial Accountability Act 2009*, and for such internal control as the Treasurer determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the audit of the financial report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for expressing an opinion on the effectiveness of the Consolidated Fund's internal control.
- Evaluate the appropriateness of the disclosures made by the Treasurer.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Consolidated Fund to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the audit of the Consolidated Fund. I remain solely responsible for my audit opinion.

I communicate with the Treasurer regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Electronic Presentation of the Audited Consolidated Fund Financial Report

Those viewing an electronic presentation of the financial report should note that the audit does not provide assurance on the integrity of the information presented electronically and does not provide an opinion on any information which may be hyperlinked to or from the financial report. If users of the financial report are concerned with the inherent risks arising from electronic presentation of information, they are advised to refer to the printed copy of the audited financial report to confirm the accuracy of this electronically presented information.

Report on other legal and regulatory requirements

In accordance with s.39 of the *Auditor-General Act 2009*, for the year ended 30 June 2017:

- (a) The Treasurer's Consolidated Fund Operating Account and Treasurer's Consolidated Fund Investment Account, as defined in section 17 of the *Financial Accountability Act 2009*, have been properly kept in accordance with that Act; and
- (b) In my opinion, the procedures applied were in accordance with the prescribed requirements and were adequate to ensure –
- proper control and safeguards were exercised over the collection, custody, banking, withdrawal, payment of, and accounting for, public moneys;
 - public moneys were appropriately entered in the consolidated fund accounts as received in, or paid out of, the Treasurer's consolidated fund bank account;
 - withdrawals from the Treasurer's consolidated fund bank account were made for lawful and appropriate purposes;
 - proper safeguards were followed to prevent fraud and mistake; and
 - the requirements of the law relating to public moneys were complied with in all material respects.

1 September, 2017

Brendan Worrall
Auditor-General

Queensland Audit Office
Brisbane