

CORPORATIONS AND MARKETS ADVISORY COMMITTEE

Section 1: Agency overview and resources	247
1.1 Strategic direction statement	247
1.2 Agency resource statement	247
1.3 Budget measures.....	248
Section 2: Outcomes and planned performance	249
2.1 Outcomes and performance information	249
Section 3: Explanatory tables and budgeted financial statements	252
3.1 Explanatory tables	252
3.2 Budgeted financial statements	253

CORPORATIONS AND MARKETS ADVISORY COMMITTEE

Section 1: Agency overview and resources

1.1 Strategic direction statement

The Corporations and Markets Advisory Committee (CAMAC) is constituted under Part 9 of the *Australian Securities and Investments Commission Act 2001* (ASIC Act). Its functions, as reflected in paragraph 1(1)(c) and section 148 of the ASIC Act, are to provide informed and expert advice to the Government about corporate, financial product and financial market matters, on its own initiative or when requested by the Minister. CAMAC seeks to promote a sound and effective regulatory environment through the provision of timely advice to the Minister about relevant policy and law design issues.

CAMAC's members are appointed by the Minister following consultation with State and Territory Governments. CAMAC is supported by specialist legal advice from its Legal Committee and by a full-time executive located in Sydney.

In the 2012-13 financial year, CAMAC will settle its report to the Government on the annual general meeting. CAMAC will also consider matters relating to the regulation of managed investment schemes going beyond the specific matters raised in the terms of reference sent to CAMAC on 18 November 2010. CAMAC will report on these by 30 June 2012.

CAMAC will also respond to other requests for advice from the Government and keep under consideration other areas that may be suitable for review.

1.2 AGENCY RESOURCE STATEMENT

Table 1.1 shows the total resources for CAMAC.

Table 1.1: Corporations and Markets Advisory Committee resource statement — Budget estimates for 2012-13 as at Budget May 2012

	Estimate of prior year amounts available in + 2012-13 \$'000	Proposed at Budget = 2012-13 \$'000	Total estimate 2012-13 \$'000	Actual available appropriation 2011-12 \$'000
Ordinary annual services				
Departmental				
Prior year departmental appropriation	475 ²		475	
Departmental appropriation ³		1,006 ¹	1,006	1,050
Total net resourcing for CAMAC	475	1,006	1,481	1,050

1. Appropriation Bill (No. 1) 2012-13.

2. Estimated adjusted balance carried from previous year for annual appropriations.

3. Includes \$0.02 million in 2012-13 for the Departmental Capital Budget (also refer to Table 3.2.5).

1.3 Budget measures

CAMAC does not have any budget measures for 2012-13.

Section 2: Outcomes and planned performance

2.1 Outcomes and performance information

Government outcomes are the intended results, impacts or consequences of actions by the Government on the Australian community. Commonwealth programs are the primary vehicle by which government agencies achieve the intended results of their outcome statements. Agencies are required to identify the programs which contribute to Government outcomes over the budget and forward years.

CAMAC's outcome is described below, specifying the strategy, program objective, program deliverables and program key performance indicators used to assess and monitor the performance of CAMAC.

Outcome 1: Informed decisions by Government on issues relating to corporations regulation and financial products, services and markets through independent and expert advice

Outcome 1 strategy

To achieve its outcome, CAMAC will:

- conduct thorough research on matters under review, canvassing relevant law and policy considerations, with a view to preparing discussion papers where appropriate;
- conduct roundtable discussions with interested parties where appropriate;
- consider submissions on discussion papers; and
- develop recommendations for inclusion in reports to the Government.

Outcome expense statement

Table 2.1 provides an overview of the total expenses for Outcome 1.

Table 2.1: Budgeted expenses for Outcome 1

Outcome 1: Informed decisions by Government on issues relating to corporations regulation and financial products, services and markets through independent and expert advice	2011-12 Estimated actual expenses \$'000	2012-13 Estimated expenses \$'000
Program 1.1: Corporations and Markets Advisory Committee		
Departmental expenses		
Departmental appropriation	1,046	1,006
Expenses not requiring appropriation in the budget year	15	15
Total expenses for Outcome 1	1,061	1,021
	2011-12	2012-13
Average staffing level (number)	3	3

Contributions to Outcome 1

Program 1.1: Corporations and Markets Advisory Committee

Program objective

CAMAC focuses on legislation related to corporations and financial markets. Its operations involve, either on its own initiative or at the request of the Government, the conducting of major policy reviews, which may include analysing procedural and other issues in current practice. CAMAC:

- seeks to stimulate and lead public debate on the enhancement of standards for corporations and participants in financial markets, and proposes regulatory reform where necessary; and
- builds on the public consultation process by thoroughly reviewing all submissions on discussion papers and providing timely advice to the Government in the form of CAMAC reports, containing detailed law reform recommendations, where appropriate.

Program expenses

There are no significant changes to estimates across the forward years.

Table 2.2: Program expenses

	2011-12 Revised budget \$'000	2012-13 Budget \$'000	2013-14 Forward year 1 \$'000	2014-15 Forward year 2 \$'000	2015-16 Forward year 3 \$'000
Annual departmental expenses:					
Departmental items	1,061	1,021	1,029	1,037	1,046
Total departmental expenses	1,061	1,021	1,029	1,037	1,046

Program deliverables

CAMAC's deliverables are the discussion papers and reports that it publishes on matters as they arise.

Program key performance indicators

CAMAC's key performance indicator is:

- timely advice to the Minister in the form of CAMAC reports and other papers.

Section 3: Explanatory tables and budgeted financial statements

Section 3 presents explanatory tables and budgeted financial statements, which provide a comprehensive snapshot of agency finances for the budget year 2012-13. It explains how budget plans are incorporated into the financial statements and provides further details of the reconciliation between appropriations, program expenses and special accounts.

3.1 Explanatory tables

3.1.1 Movement of administered funds between years

CAMAC does not have any administered funds.

3.1.2 Special accounts

Special accounts provide a means to set aside and record amounts used for specified purposes. Special accounts can be created by a Finance Minister's Determination under the *Financial Management and Accountability Act 1997* or under separate enabling legislation. Table 3.1.2 shows the expected additions (receipts) and reductions (payments) for each account used by CAMAC.

Table 3.1.2: Estimates of special account flows and balance

	Opening balance 2012-13 2011-12	Receipts 2012-13 2011-12	Payments 2012-13 2011-12	Adjustments 2012-13 2011-12	Closing balance 2012-13 2011-12
Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
Services for Other Entities and Trust Moneys - Corporations and Markets Advisory Committee Special Account	1	-	-	-	-
Total special accounts 2012-13 budget estimate	-	-	-	-	-
Total special accounts 2011-12 estimate actual	-	-	-	-	-

3.1.3 Australian Government Indigenous Expenditure

CAMAC does not have any Australian Government Indigenous Expenditure.

3.2 Budgeted financial statements

3.2.1 Differences in agency resourcing and financial statements

There are no differences between agency resourcing and financial statements.

3.2.2 Analysis of budgeted financial statements

The financial statements have been prepared on an Australian Accounting Standards basis.

CAMAC is budgeting for a break even result for 2012-13 and the forward estimates. This break even result will occur after adding back non-appropriated depreciation and amortisation expenses under the new net cash appropriation arrangements which were initiated in the 2010-11 Budget.

3.2.3 Budgeted financial statements tables

**Table 3.2.1: Comprehensive income statement (showing net cost of services)
(for the period ended 30 June)**

	Estimated actual 2011-12 \$'000	Budget estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000
EXPENSES					
Employee benefits	640	650	650	650	652
Supplier	405	355	363	371	378
Depreciation and amortisation	15	15	15	15	15
Finance costs	1	1	1	1	1
Total expenses	1,061	1,021	1,029	1,037	1,046
LESS:					
OWN SOURCE INCOME					
Gains					
Other	16	16	16	16	16
Total gains	16	16	16	16	16
Total own-source income	16	16	16	16	16
Net cost of (contribution by) services	1,045	1,005	1,013	1,021	1,030
Appropriation revenue	1,030	990	998	1,006	1,015
Surplus (deficit) attributable to the Australian Government	(15)	(15)	(15)	(15)	(15)

Note: Impact of Net Cash Appropriation Arrangements

	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000
Total Comprehensive Income (loss) less depreciation/amortisation expenses previously funded through revenue appropriations	-	-	-	-	-
plus depreciation/amortisation expenses previously funded through revenue appropriations	(15)	(15)	(15)	(15)	(15)
Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income	(15)	(15)	(15)	(15)	(15)

Prepared on Australian Accounting Standards basis.

**Table 3.2.2: Budgeted departmental balance sheet
(as at 30 June)**

	Estimated actual 2011-12 \$'000	Budget estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000
ASSETS					
Financial assets					
Cash and equivalents	65	65	65	65	65
Trade and other receivables	669	656	651	656	656
Total financial assets	734	721	716	721	721
Non-financial assets					
Land and buildings	27	26	25	24	23
Infrastructure, plant and equipment	18	20	23	26	29
Other	4	4	4	4	4
Total non-financial assets	49	50	52	54	56
Total assets	783	771	768	775	777
LIABILITIES					
Interest bearing liabilities					
Leases	40	16	-	-	-
Total interest bearing liabilities	40	16	-	-	-
Provisions					
Employees	321	331	341	351	351
Total provisions	321	331	341	351	351
Payables					
Suppliers	12	12	12	6	6
Other	43	44	45	46	46
Total payables	55	56	57	52	52
Total liabilities	416	403	398	403	403
Net assets	367	368	370	372	374
EQUITY					
Contributed equity	40	56	73	90	107
Reserves	23	23	23	23	23
Retained surpluses or accumulated deficits	304	289	274	259	244
Total equity	367	368	370	372	374
Current assets	734	721	716	721	721
Non-current assets	49	50	52	54	56
Current liabilities	200	186	180	184	183
Non-current liabilities	216	217	218	219	220

Prepared on Australian Accounting Standards basis.

**Table 3.2.3: Budgeted departmental statement of cash flows
(for the period ended 30 June)**

	Estimated actual 2011-12 \$'000	Budget estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	1,030	1,000	998	1,006	1,015
Appropriations	41	39	39	41	39
Total cash received	1,071	1,039	1,037	1,047	1,054
Cash used					
Employees	630	640	650	650	652
Suppliers	400	359	348	358	363
Other	41	40	39	39	39
Total cash used	1,071	1,039	1,037	1,047	1,054
Net cash from or (used by) operating activities	-	-	-	-	-
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant and equipment	20	16	17	17	17
Total cash used	20	16	17	17	17
Net cash from or (used by) investing activities	(20)	(16)	(17)	(17)	(17)
FINANCING ACTIVITIES					
Cash received					
Capital Injections	20	16	17	17	17
Total cash received	20	16	17	17	17
Net cash from or (used by) financing activities	20	16	17	17	17
Net increase or (decrease) in cash held	-	-	-	-	-
Cash at the beginning of the reporting period	65	65	65	65	65
Cash at the end of the reporting period	65	65	65	65	65

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Departmental statement of changes in equity — summary of movement (Budget year 2012-13)

	Retained surpluses \$'000	Asset revaluation reserve \$'000	Other reserves \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2012					
Balance carried forward from previous period	304	23		40	367
Adjusted opening balance	304	23	-	40	367
Comprehensive income					
Surplus (deficit) for the period	(15)	-	-	-	(15)
Total comprehensive income recognised directly in equity	(15)	-	-	-	(15)
Transactions with owners					
Contributions by owners					
Appropriation (departmental capital budget)	-	-	-	16	16
Total transaction with owners	-	-	-	16	16
Estimated closing balance as at 30 June 2013	289	23	-	56	368

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Departmental capital budget (DCB) statement

	Estimated actual 2011-12 \$'000	Budget estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 - DCB	20	16	17	17	17
Total new capital appropriations	20	16	17	17	17
Provided for:					
Purchase of non-financial assets	20	16	17	17	17
Total Items	20	16	17	17	17
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation - DCB	20	16	17	17	17
TOTAL	20	16	17	17	17
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	20	16	17	17	17
Total cash used to acquire assets	20	16	17	17	17

Prepared on Australian Accounting Standards basis.

Table 3.2.6: Statement of asset movements — departmental

	Buildings \$'000	Other infrastructure, plant and equipment \$'000	Intangibles \$'000	L&B, IP&E held for sale \$'000	Total \$'000
As at 1 July 2012					
Gross book value	19	42	-	-	61
Accumulated depreciation/amortisation and impairment	(8)	24			16
Opening net book balance	27	18	-	-	45
Capital asset additions					
By purchase - appropriation ordinary annual services	-	16			16
Total asset additions	-	16	-	-	16
Other movements					
Depreciation/amortisation expense	1	14			15
Total other movements	1	14	-	-	15
As at 30 June 2013					
Gross book value	19	58	-	-	77
Accumulated depreciation/amortisation and impairment	(7)	38	-	-	31
Closing net book balance	26	20	-	-	46

Prepared on Australian Accounting Standards basis.