

9. THE LEGISLATURE

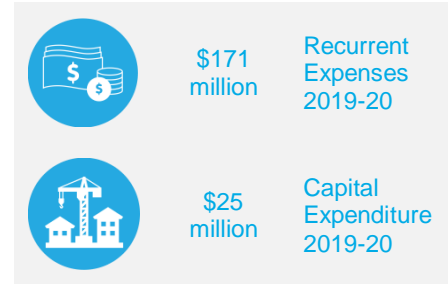
9.1 Introduction

The Legislature, or the Parliament of New South Wales, operates under the Constitution as the system of representative democracy and responsible government for the State, making laws, appropriating funds, overseeing the Executive Government and debating public policy issues.

The Legislature's Objectives

The Legislature provides services that contribute to and support the following key objectives:

- the effective functioning of the Parliament and its committees
- the members of Parliament are supported to fulfil their parliamentary duties
- the community can directly participate in and has access to Parliament and is aware of the role and functions of the Parliament.



State Outcome to be delivered by the Legislature

State Outcome	Description
Effective Parliament and accountable government	<p>The Legislature supports services delivered by the Parliament. This includes accurately processing bills and amendments, and promptly publishing Hansard and House documents.</p> <p>The Legislature also educates the community about the role and function of the Parliament. As well, it ensures the availability and accessibility for Members, staff and the community to the Parliamentary precinct and Electorate Offices.</p>

9.2 2019-20 Budget Highlights

In 2019-20, the Legislature will spend \$196 million (\$171 million recurrent expenses and \$25 million capital expenditure). This includes expenditure on key initiatives highlighted below.

The Legislature's activities include enabling the effective functioning and operation of both Houses of Parliament and their committees, supporting Members to fulfil their parliamentary duties through the delivery of key services, and running of education programs for schools and other members of the community in the role and function of the Parliament.

The administration and payment of Members' salaries, allowances and additional entitlements – in accordance with the *Parliamentary Remuneration Act 1989* – along with maintenance of the parliamentary precinct and 98 electorate offices across the State are also services delivered by the Legislature.

Key initiatives are highlighted below:

- \$7.1 million (\$13.7 million over four years) to continue the ceiling replacement and building services in the office building for Members and staff at Parliament House. This will ensure a safe working environment and the effective and efficient delivery of building services into the future
- \$2.5 million (\$3.8 million over two years) in additional funding to improve physical accessibility (including an access ramp) to Parliament House. This will improve the security and safety of the Macquarie Street frontage of Parliament House
- \$2.1 million to continue the project to replace roof membrane of Parliament House
- \$1.4 million to continue implementing additional strategic security measures at Parliament House to ensure the Parliament remains a safe and secure environment for staff and visitors
- \$1 million to replace information technology and other equipment to support the operation of both Houses of Parliament and electorate offices
- \$0.8 million (\$2.9 million over four years) to enhance the information technology maintenance agreements for Parliament and improve its cyber security
- \$0.8 million to enhance security systems and safety in electorate offices
- \$0.7 million (\$2.9 million over four years) to support the work of four additional accountability committees established in the Legislative Council and a joint committee on Modern Slavery to report to both houses
- \$0.6 million (\$2.2 million over four years) additional funding for minor works to continue the Parliament's program to allow urgent and routine replacement of office furniture, fittings and equipment.

9.3 Agency Expense Summary

The 2019-20 Budget for the Legislature is listed in the table below.

In 2019-20, the Legislature will spend \$195.5 million (\$171.0 million recurrent expenses and \$24.5 million capital expenditure).

The Legislature	Expenses ^(a)			Capital Expenditure		
	2018-19 Revised	2019-20 Budget	Change	2018-19 Revised	2019-20 Budget	Change
	\$m	\$m	%	\$m	\$m	%
The Legislature	172.9	171.0	(1.1)	12.2	24.5	101.6
Total Principal Agency	172.9	171.0	(1.1)	12.2	24.5	101.6

(a) This table shows expenses on an uneliminated basis.

9.4 Financial Statements

The Legislature

Operating Statement

	2018-19		2019-20
	Budget	Revised	Budget
	\$000	\$000	\$000
Expenses Excluding Losses			
Operating Expenses -			
Employee Related	70,370	72,828	72,717
Personnel Services Expenses	...	...	...
Other Operating Expenses	37,676	38,722	32,224
Grants and Subsidies	...	...	...
Appropriation Expense	...	...	...
Depreciation and Amortisation	12,820	14,585	19,974
Finance Costs	...	...	543
Other Expenses	46,595	46,756	45,504
TOTAL EXPENSES EXCLUDING LOSSES	167,461	172,892	170,962
Revenue			
Appropriation Revenue	162,132	157,676	164,242
Cluster Grant Revenue	...	...	...
Acceptance by Crown Entity of Employee Benefits and Other Liabilities	3,096	3,323	3,187
Transfers to the Crown Entity	...	...	...
Sales of Goods and Services	7,364	7,285	7,493
Grants and Contributions	30	30	20
Investment Revenue	...	...	...
Retained Taxes, Fees and Fines	...	...	...
Other Revenue	189	557	204
Total Revenue	172,811	168,871	175,145
Gain/(loss) on Disposal of Non Current Assets	...	3	...
Other Gains/(Losses)	...	...	...
Net Result	5,350	(4,018)	4,183

Balance Sheet

	2018-19		2019-20
	Budget \$000	Revised \$000	Budget \$000
Assets			
Current Assets			
Cash Assets	3,301	1,489	3,174
Taxes Receivable	...	...	...
Receivables	1,560	2,468	2,468
Inventories	129	134	134
Financial Assets at Fair Value	...	...	...
Other Financial Assets	...	...	...
Other	...	...	...
Assets Held For Sale	...	...	...
Total Current Assets	4,990	4,090	5,775
Non Current Assets			
Taxes Receivable	...	...	...
Receivables	...	...	...
Inventories	...	...	...
Financial Assets at Fair Value	...	...	...
Equity Investments	...	...	...
Property, Plant and Equipment -			
Land and Building	267,155	263,393	293,131
Plant and Equipment	77,096	74,132	72,697
Infrastructure Systems	...	...	...
Investment Properties	...	...	...
Intangibles	8,969	9,591	8,007
Other Assets	...	...	...
Total Non Current Assets	353,221	347,116	373,835
Total Assets	358,211	351,207	379,611
Liabilities			
Current Liabilities			
Taxes Payable	...	...	...
Payables	6,668	6,289	6,289
Other Financial Liabilities at Fair Value	...	...	...
Borrowings	...	...	5,363
Provisions	5,331	6,187	6,187
Other	...	...	...
Liabilities Associated with Assets Held for Sale	...	...	...
Total Current Liabilities	11,999	12,475	17,838
Non Current Liabilities			
Taxes Payable	...	...	...
Payables	...	...	...
Other Financial Liabilities at Fair Value	...	...	...
Borrowings	...	...	18,858
Provisions	122	137	137
Other	...	...	...
Total Non Current Liabilities	122	137	18,995
Total Liabilities	12,121	12,612	36,833
Net Assets	346,090	338,594	342,777
Equity			
Accumulated Funds	199,014	192,058	196,241
Reserves	147,076	146,536	146,536
Capital Equity	...	...	...
Total Equity	346,090	338,594	342,777

Cash Flow Statement

	2018-19		2019-20
	Budget \$000	Revised \$000	Budget \$000
Cash Flows From Operating Activities			
Payments			
Employee Related	69,627	72,085	71,944
Personnel Services	...	...	...
Grants and Subsidies	...	...	...
Finance Costs	...	...	543
Equivalent Income Tax	...	...	...
Other Payments	85,388	88,110	71,844
Total Payments	155,015	160,196	144,331
Receipts			
Appropriation	162,132	157,676	164,242
Cluster Grant Revenue	...	...	...
Cash reimbursements from the Crown Entity	...	...	...
Sale Proceeds Transfers to the Crown Entity	...	...	...
Cash transfers to the Crown Entity	...	...	...
Sale of Goods and Services	7,364	7,285	7,493
Retained Taxes, Fees and Fines	...	...	...
Interest Received	...	...	...
Grants and Contributions	30	30	20
Other Receipts	3,659	5,478	(3,266)
Total Receipts	173,185	170,469	168,488
Net Cash Flows From Operating Activities	18,170	10,273	24,157
Cash Flows From Investing Activities			
Proceeds from Sale of Property, Plant and Equipment	...	3	...
Purchases of Property, Plant and Equipment	(16,453)	(10,893)	(17,821)
Proceeds from Sale of Investments	...	...	...
Purchases of Investments	...	...	...
Advances Repayments Received	...	...	...
Advances made	...	...	...
Other Investing	...	(1,280)	...
Net Cash Flows From Investing Activities	(16,453)	(12,171)	(17,821)
Cash Flows From Financing Activities			
Proceeds from Borrowings and Advances	...	...	...
Repayment of Borrowings and Advances	...	...	(4,651)
Dividends Paid	...	...	...
Other Financing	...	...	...
Capital Appropriation - Equity Appropriation	...	...	...
Cash Equity Injection to For-Profit Entities	...	...	...
Net Cash Flows From Financing Activities	...	...	(4,651)
Net Increase/(Decrease) in Cash	1,717	(1,897)	1,685
Opening Cash and Cash Equivalents	1,584	3,386	1,489
Reclassification of Cash Equivalents	...	...	...
Cash transferred in (out) as a Result of Administrative Restructuring	...	...	...
Closing Cash and Cash Equivalents	3,301	1,489	3,174