

EXPLANATORY STATEMENT

Issued by the authority of the Minister for Finance and Deregulation

Financial Management and Accountability Act 1997

Determination 2010/07 to abolish a Special Account

Purposes of Determination 2010/07

The attached instrument makes a determination under subsection 20 (3) of the *Financial Management and Accountability Act 1997* (FMA Act) to abolish the Services for Other Entities and Trust Moneys – Export Wheat Commission Special Account, which is administered by Wheat Exports Australia.

Special Accounts generally

In accordance with the Constitution, all revenues or moneys raised or received by the Government of the Commonwealth form one Consolidated Revenue Fund (CRF) and may not be spent unless under an appropriation by the Parliament for the purposes of the Commonwealth. A Special Account may be established by a determination that sets out the amounts that may be credited and the purposes for which it may be debited. Special Accounts established by determination are supported by an appropriation under section 20 of the FMA Act. In effect, Special Accounts allow amounts from the CRF to be spent on the purposes specified in the determination.

Determinations that establish Special Accounts, or vary determinations that establish Special Accounts, are subject to section 22 of the FMA Act. Section 22 of the FMA Act requires the Finance Minister to table a copy of the establishing or varying determination in each House of the Parliament. Either House may disallow a determination within five sitting days of tabling. If the determination is not disallowed, it comes into effect on the calendar day after the last day on which it could have been disallowed.

Regulation 10 of the *Legislative Instruments Regulations 2004* preserves the disallowance provisions under section 22 of the FMA Act by exempting Special Account determinations from subsections 57(2) and 57(5) of the *Legislative Instruments Act 2003*.

Special Accounts can be abolished by a determination of the Finance Minister. However, such a determination is not subject to parliamentary disallowance.

Operation of Determination 2010/07

Reasons for abolishing the Special Account

After reviewing the Special Accounts that it administers, Wheat Exports Australia has advised that the Services for Other Entities and Trust Moneys – Export Wheat Commission Special Account has never been used and is unlikely to be required in the future.

Effect of this Determination

The Services for Other Entities and Trust Moneys – Export Wheat Commission Special Account is abolished by this Determination.

Consultation

Wheat Exports Australia is the agency affected by this instrument. The agency was provided with drafts of the instrument and agrees with the form of the instrument. As the instrument is for internal machinery of government purposes only, no consultation was considered necessary with other persons (see sections 17 and 18 of the *Legislative Instruments Act 2003*).

Estimates of transactions on the Services for Other Entities and Trust Moneys – Export Wheat Commission Special Account

	2009-10 (\$'000)			
	Opening Balance	Credits	Debits	Closing Balance
Services for Other Entities and Trust Moneys – Export Wheat Commission Special Account	0	0	0	0