## EXPLANATORY STATEMENT

| The instrument to which this explanatory statement relates         | Financial Management and Accountability Act 1997 Determination 2012/22 – Section 32 (Transfer of Functions from ABCC to FWBII)  |
|--|---|
| Date instrument was made   | 21 June 2012  |
| The legislative authority<br>under which the instrument<br>is made | Subsection 32(2) of the <i>Financial Management and Accountability</i><br><i>Act 1997</i> (FMA Act) enables the Minister for Finance and<br>Deregulation (Finance Minister) to determine that one or more<br>Schedules to one or more Appropriation Acts are amended in relation<br>to the transfer of a function from one agency to another. |
|  | Under section 62 of the FMA Act the Finance Minister has delegated<br>this power to the Secretary of the Department of Finance and<br>Deregulation (Finance). Under section 53 of the FMA Act, the<br>Secretary of Finance has delegated this power to certain officials<br>within Finance.   |
| Purpose and effect of the instrument                               | Schedule 1 of this Instrument amends <i>Appropriation Act (No. 1)</i> 2010-2011 to:   |
|  | • reduce an amount of \$1,764,060.97 of the departmental item for the Office of the Australian Building and Construction Commissioner (ABCC).   |
|  | Schedule 2 of this Instrument amends <i>Appropriation Act (No. 1)</i> 2011-2012 to:   |
|  | • reduce an amount of \$340,378.43 of the departmental item for ABCC; and   |
|  | • increase an amount of \$2,104,439.40 of the departmental item for the Office of the Fair Work Building Industry Inspectorate (FWBII).   |
|  | The effect of these schedules is to transfer all functions from ABCC to FWBII.  |
| Background   | Due to a Government decision, the ABCC was abolished as at 31 May 2012 and all functions were transferred to FWBII.   |
| Notes on the instrument  | In accordance with Part 3 of the <i>Legislative Instruments Act 2003</i> , ABCC and FWBII were consulted in the preparation of this instrument. This Determination is a legislative instrument for the purposes of section 5 of the <i>Legislative Instruments Act 2003</i> .   |
| Human Rights Impact<br>Statement                                   | This Instrument is exempt from disallowance under<br>subsection 32(7) of the <i>Financial Management and Accountability</i><br><i>Act 1997.</i> As such, a statement of compatibility prepared under<br>subsection 9(1) of the <i>Human Rights (Parliamentary Scrutiny)</i><br><i>Act 2011</i> is not required in this Explanatory Statement. |