

Financial Management (Directorates) Guidelines 2012

Disallowable instrument DI2012–63

made under the

Financial Management Act 1996, s133 (Guideline-making power)

EXPLANATORY STATEMENT

Outline

These guidelines are issued in accordance with section 133 of the *Financial Management Act 1996* (the Act).

This instrument, *Financial Management (Directorates) Guidelines 2012* prescribes certain directorates for the purposes of the Act.

From 1 July 2012, the National Health Reform Agreement (NHRA) sets out major structural reforms for funding and reporting activity for hospital services in each State and Territory's health system. The Commonwealth and States are working in partnership to implement new arrangements for a nationally unified and locally controlled health system.

- As part of the NHRA, each State and Territory is required to establish a Local Hospital Network by 1 July 2012.
- This instrument sets up an Australian Capital Territory Local Hospital Network as a prescribed directorate, being a separate reporting entity for the purposes of the Act.

As the Act is being technically amended to include the above changes, this Guideline updates and replaces the previous Guideline, *Financial Management (Directorates) Guidelines 2011*.

This instrument applies from the financial year commencing 1 July 2012.

Technical Amendment

Clauses 1 and 2 are formal requirements. They refer to the name and the commencement date.

Clause 3 indicates that the instrument applies to all financial years from the commencement date.

Clause 4 lists all parts of administrative units which are prescribed as separate directorates.

Clause 5 revokes the *Financial Management (Directorates) Guidelines 2011*, which is replaced by provisions made under this guideline.

End