

OFFICE OF THE DIRECTOR OF PUBLIC PROSECUTIONS

Section 1: Overview

The Office of the Director of Public Prosecutions (CDPP) is established under the *Director of Public Prosecutions Act 1983*. The CDPP is within the portfolio of the Attorney-General, but the Office operates independently of the political process. The Office is headed by a Director, who is appointed for a statutory term of up to seven years.

The CDPP's vision is to provide a prosecution service to the Commonwealth and the people of Australia which is fair, independent, accountable, effective and efficient in order to advance social justice by deterring and discouraging breaches of Commonwealth law and ensuring that serious offenders are brought to justice.

The primary role of the CDPP is to prosecute offences against Commonwealth law, including Corporations Law, and to recover the proceeds of Commonwealth crime. The CDPP is not an investigative agency. It prosecutes cases investigated by other agencies.

The CDPP has as its outcome to contribute to the safety and well-being of the people of Australia and to help protect the resources of the Commonwealth through the maintenance of law and order and by combating crime.

1.1 SUMMARY OF AGENCY CONTRIBUTIONS TO OUTCOMES

The products and services delivered by the CDPP (outputs and administered policies, products and services) which contribute to achievement of outcomes for CDPP are summarised in Table 1.1.

For detailed financial information regarding CDPP outcome and output information please refer to Section 3, Figure 2.

Table 1.1: Contribution to outcomes

Outcome	Description	Output
Outcome 1 To contribute to the safety and well-being of the people of Australia and to help protect the resources of the Commonwealth through the maintenance of law and order and by combating crime	To contribute to the safety and well-being of the people of Australia and to help protect the resources of the Commonwealth through the maintenance of law and order and by combating crime.	<u>Output 1</u> - An independent service to prosecute alleged offences against the criminal law of the Commonwealth, in appropriate matters, in a manner which is fair and just and to ensure that offenders, where appropriate, are deprived of the proceeds and benefits of criminal activity

Section 2: Resources for 2007-08

2.1 APPROPRIATIONS AND OTHER RESOURCES

Table 2.1 shows the total resources from all origins for 2007-08, including appropriations. The table summarises how resources will be applied by outcome, administered and departmental classification.

The total departmental appropriation for the CDPP in the 2007-08 Budget is \$104.862m.

Table 2.1: Appropriations and other resources 2007-08

Agency/ Outcome/ Non- operating	Departmental				Administered				Total	
	Appropriation Bill No. 1 \$'000	Appropriation Bill No. 2 \$'000	Special Appropriation \$'000	Receipts (a) \$'000	Appropriation Bill No. 1 \$'000	Appropriation Bill No. 2		Special Appropriation \$'000		Receipts (a) \$'000
						SPP \$'000	Other \$'000			
Outcome 1 - To contribute to the safety and well-being of the people of Australia and to help protect the resources of the Commonwealth through the maintenance of law and order and by combating crime	104,862	-	-	1,377	-	-	-	-	-	106,239
Previous Years Outputs	-	400	-	-	-	-	-	-	-	400
TOTAL	104,862	400	-	1,377	-	-	-	-	-	106,639

(a) Departmental and administered receipts from other sources (i.e. other than appropriation amounts) that are available to be used.

Notes:

- Under the appropriation structure, Bill No. 2 includes Specific Purpose Payments (SPPs), New Agency Outcomes (NAOs), administered capital and departmental capital via departmental injections and loans.
- Refer to Budgeted Income Statement for application of agency revenue.

2.2 2007-08 BUDGET MEASURES

Budget measures relating to the CDPP as explained in Budget Paper No. 2 are summarised in Table 2.2. The table also identifies the relevant outcomes, administered items and outputs associated with each measure.

Table 2.2: Agency measures

Measure	Outcome	Output groups affected	Appropriations Budget 2007-08 \$'000			Appropriations Forward Estimate 2008-09 \$'000			Appropriations Forward Estimate 2009-10 \$'000			Appropriations Forward Estimate 2010-11 \$'000		
			Admin expenses	Dept outputs	Total	Admin expenses	Dept outputs	Total	Admin expenses	Dept outputs	Total	Admin expenses	Dept outputs	Total
Proceeds of crime legislation – additional prosecution	1	1	-	1,123	1,123	-	1,133	1,133	-	1,145	1,145	-	1,156	1,156
Intellectual property crime – investigation and prosecution	1	1	-	1,484	1,484	-	2,607	2,607	-	-	-	-	-	-
Combating trafficking in persons – extension and expansion	1	1	-	874	874	-	1,890	1,890	-	2,718	2,718	-	2,744	2,744
Cole Inquiry Task Force*	1	1	-	911	911	-	1,260	1,260	-	-	-	-	-	-
Weights and Measures	1	1	-	-	-	-	-	-	-	241	241	-	534	534
Total All Measures				4,392	4,392		6,890	6,890		4,104	4,104		4,434	4,434

Note:

*In addition \$0.400m is appropriated in Appropriation Bill (No. 2) 2007-08 Previous Years Outputs for 2006-07 in this measure.

2.3 OTHER RESOURCES AVAILABLE TO BE USED

Table 2.3 provides details of resources obtained by the CDPP for provision of goods or services. These resources are approved for use by the CDPP and are included in Table 2.1.

Table 2.3: Other resources available to be used

	Estimated Receipts 2006-07 \$'000	Budget Estimate 2007-08 \$'000
DEPARTMENTAL RESOURCES		
Sales of goods and services (FMA Act s31)	1,000	1,229
Other receipts (FMA Act s31)	127	148
Total sales of good and services	1,127	1,377
Resources received free of charge	514	514
Total departmental other resources available to be used	1,641	1,891

Acts Glossary: FMA Act = *Financial Management and Accountability Act (1997)*

2.4 MOVEMENT OF ADMINISTERED FUNDS

The CDPP does not have any administered funding to be moved from 2006-07 to 2007-08.

2.5 SPECIAL APPROPRIATIONS

The CDPP does not have any special appropriations.

2.6 MOVEMENTS IN 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*. These Determinations may be disallowed by the Parliament. Special Accounts can also be established by the passage of separate legislation. Abolition of Special Accounts requires a Determination to be made by the Finance Minister or, for those Accounts established by legislation, by repeal of the legislation in whole or part. Table 2.6 shows the expected additions (credits) and reductions (debits) for each account used by CDP.

Table 2.6: Estimates of Special Account cash flows and balances

		Opening Balance 2007-08	Receipts 2007-08	Payments 2007-08	Adjustments 2007-08	Closing Balance 2007-08
		2006-07	2006-07	2006-07	2006-07	2006-07
	Notes	\$'000	\$'000	\$'000	\$'000	\$'000
Other Trust Moneys (OTM) Account (FMA Act s20) (D)	1,2	-	50	50	-	-
		-	50	50	-	-
Other Trust Moneys (OTM) Account (FMA Act s20) (A)	1,3	-	2,000	2,000	-	-
		-	1,946	1,946	-	-
Services for Other Governments and Non-Agency Bodies (SOG) Account (FMA Act s20) (A)	1,4	-	-	-	-	-
		-	-	-	-	-
Total special accounts 2007-08 Budget estimate		-	2,050	2,050	-	-
Total special accounts 2006-07 Estimated Actual		-	1,996	1,996	-	-

(A) = Administered (D) = Departmental

Acts Glossary: FMA Act = *Financial Management and Accountability Act (1997)*

Notes:

1. These Special Accounts do not form part of CDP resources.
2. The departmental component of the OTM account is used to receipt payments from ComCare on behalf of agency employees and subsequent payments on their behalf.
3. The administered component of the OTM account is used to receipt bonds, penalties, fines and costs received from defendants via Courts pending reconciliation and the subsequent payment to the Official Public account, other agencies or refunded to defendants via the Courts.
4. This Special Account has not been used in 2006-07 and is unlikely to be used in 2007-08.

Section 3: Outcomes

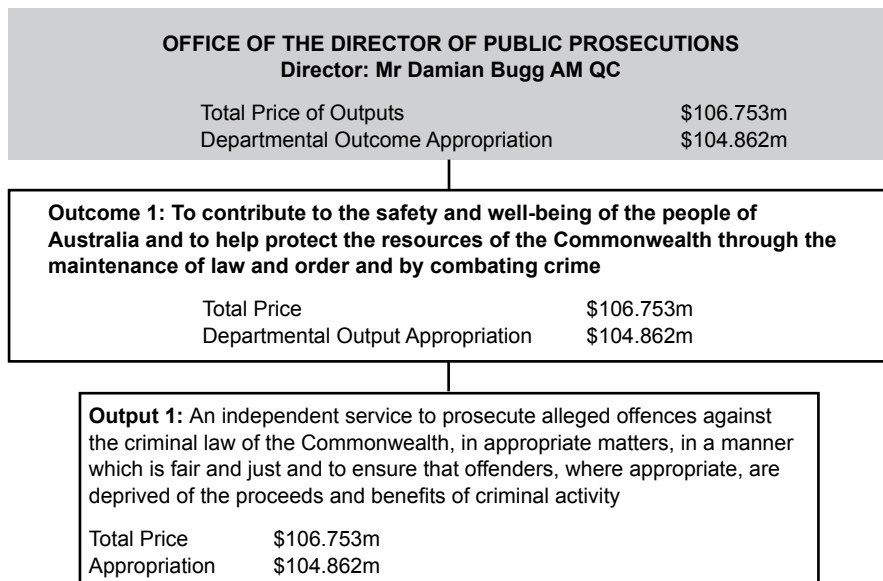
This section summarises how the resources identified in Section 2 will be used to contribute to the outcome for the CDPP. Emphasis is placed on estimating the contribution to outcomes through administered items and outputs delivered by the agency. Key performance measures and performance evaluation activities are specified for each outcome. More detailed information on output and administered item attributes is maintained by agencies for internal management purposes.

3.1 SUMMARY OF OUTCOMES AND CONTRIBUTION TO OUTCOMES

The relationship between activities of the CDPP and the outcomes is summarised in Figure 2.

There are no changes to the CDPP outcome and output structure compared to the 2006-07 PBS.

Figure 2: Contributions to outcomes



3.2 OUTCOME RESOURCES AND PERFORMANCE INFORMATION

The CDPP has only one outcome.

3.2.1 Outcome 1 resourcing

Table 3.1 shows how the 2007-08 Budget appropriations translate to total resourcing for Outcome 1 including revenue from Government (appropriation), revenue from other sources, and the total price of outputs.

Table 3.1: Total resources for Outcome 1

	Estimated Actual 2006-07 \$'000	Budget Estimate 2007-08 \$'000
DEPARTMENTAL APPROPRIATIONS		
Output Group 1.1	94,454	104,862
Subtotal Output Group 1.1	94,454	104,862
Total revenue from Government (appropriations) contributing to price of departmental outputs	94,454	104,862
REVENUE FROM OTHER RESOURCES		
Output Group 1.1	1,127	1,377
Total revenue from other sources	1,127	1,377
Total price from departmental outputs (Total revenue from Government and from other sources)	95,581	106,239
Total estimated resourcing for Outcome 1 (Total price of outputs and administered appropriations)	95,581	106,239
Average staffing level (number)	496	580

Note:

The 2006-07 estimated actuals for departmental appropriation includes \$0.400m appropriated in Appropriation Bill (No. 2) 2007-08 Previous Years Outputs for 2006-07 for the Cole Inquiry Task Force.

3.2.2 Measures affecting Outcome 1

A summary of the measures for the 2007-08 Budget are found in Table 2.2.

3.2.4 Performance information for Outcome 1

Performance information for individual outputs and output groups relating to CDPP are summarised in Table 3.2.

Table 3.2: Performance information for Outcome 1

Performance indicators for individual outputs		
<i>Output Description</i>	<i>Performance Indicator</i>	
Output 1.1 An independent service to prosecute alleged offences against the criminal law of the Commonwealth, in appropriate matters, in a manner which is fair and just and to ensure that offenders, where appropriate, are deprived of the proceeds and benefits of criminal activity.	Prosecutions resulting in a conviction	90%
	Defended summary hearings resulting in a conviction	60%
	Defended committals resulting in a committal hearing	80%
	Defended trial resulting in a conviction	60%
	Prosecution sentence appeals upheld in summary matters	60%
	Prosecution sentence appeals upheld	60%
	Applications for restraining orders that succeeded	90%
	Applications for pecuniary penalty orders that succeeded	90%
	Applications for forfeiture orders that succeeded	90%

3.2.5 Evaluations for Outcome 1

Effective law enforcement depends on cooperation and the CDPP has a responsibility to assist other agencies to perform their role in the process. From time to time the CDPP undertakes client surveys, the results of which are published in the Annual Report. The CDPP obtains feedback via regular liaison with clients.

Section 4: Other reporting requirements

4.1 PURCHASER-PROVIDER ARRANGEMENTS

The CDPP and the Australian Taxation Office (ATO) have negotiated a purchaser-provider arrangement under which the CDPP will provide a prosecution service to the ATO for offences under the '*A New Tax System*' legislation.

4.1.1 Cross agency overview

Responsibility

The CDPP has the statutory responsibility for the conduct of criminal prosecutions. The ATO has the responsibility to investigate offences and where appropriate, refers a brief to the CDPP.

Control arrangements

Appropriate control arrangements are in place to ensure that the CDPP is accountable for its actions. Regular liaison meetings are held between the CDPP and the ATO.

Resourcing

Resourcing of the function is based on the salary costs for number of staff required (inc. on-costs), legal expenses, general administration expenses and a component for corporate overheads.

Performance against outcomes of purchased outputs

Performance is monitored and reported on at the regular liaison meetings between the CDPP and the ATO.

4.2 COST RECOVERY ARRANGEMENTS

The CDPP does not presently have any cost recovery arrangements.

Section 5: Budgeted financial statements

5.1: ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Departmental

Budgeted departmental income statement

The CDPP's budgeted operating revenues in 2007–08 are to increase by \$10.658m (11 per cent) over the estimated actuals for 2006–07, consisting of:

- Increased funding for new measures announced in the 2007–08 Budget of \$3.992m
- Increased funding for measures introduced in previous Budgets of \$5.849m (e.g. Operation Wickenby \$3.836m, Illegal Foreign Fishing \$0.729m, Child care fraud \$0.891m and Cartel fraud \$0.400m.)
- Aggregate effect of wage cost adjustments \$0.567m, and
- Increase in revenue for goods and services \$0.250m.

The surplus for 2006–07 is due to the delays in the commencement of prosecutions.

Budgeted departmental balance sheet

The CDPP's budgeted net assets position of \$36.155m remains unchanged from the 2006–07 estimated actuals.

For 2007–08 changes of note are:

- Increase in appropriations receivable due to delays in the commencement of prosecutions, particularly in relation to Operation Wickenby, Child care fraud and Illegal Foreign Fishing
- Decrease in the net book value of non-financial assets resulting from annual depreciation expense, and
- Reduction in lease incentives debt as leases age.

Budgeted departmental statement of cash flows

The CDPP's cash flows reflect the comments made above.

Schedules of administered activity

The CDPP's administered activity is the recording of fines, costs, pecuniary penalties and reparations imposed by courts from successful prosecutions. It is difficult to accurately estimate these amounts; therefore, the same amounts have been shown each year .

Schedule of Budgeted Revenues and Expenses Administered on behalf of Government

Items of note are:

- Fines and costs imposed by the courts are initially recognised as revenues
- A significant amount of debts outstanding to the CDPP are not recovered as fines and costs as they may be converted by serving time in prison, by performing community service or similar provisions. A number may also be written off as irrecoverable, and
- Amounts of reparations that are payable to other Government Agencies are not recorded in the CDPP's financial statements. Other Agencies are responsible for the collection of reparations, including any debt write-off action.

5.2: BUDGETED FINANCIAL STATEMENTS TABLES

Table 5.1: Budgeted departmental income statement for the period ended 30 June

	Estimated Actual 2006-07 \$'000	Budget Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000	Forward Estimate 2010-11 \$'000
INCOME					
Revenue					
Revenues from Government	94,454	104,862	108,682	104,531	94,681
Goods and services	1,127	1,377	1,377	1,377	1,377
Other	514	514	514	514	514
Total revenue	96,095	106,753	110,573	106,422	96,572
Total income	96,095	106,753	110,573	106,422	96,572
EXPENSE					
Employees	51,412	58,558	61,548	63,012	59,222
Suppliers	26,576	44,395	45,225	39,610	33,550
Depreciation and amortisation	3,300	3,300	3,300	3,300	3,300
Other	850	500	500	500	500
Total expenses	82,138	106,753	110,573	106,422	96,572
Surplus (deficit) attributable to the Australian Government	13,957	-	-	-	-

Table 5.2: Budgeted departmental balance sheet as at 30 June

	Estimated Actual 2006-07 \$'000	Budget Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000	Forward Estimate 2010-11 \$'000
ASSETS					
Financial assets					
Cash and equivalents	222	222	222	222	222
Receivables – Appropriations	44,011	52,044	50,224	49,851	48,433
Other	361	515	527	544	559
Total financial assets	44,594	52,781	50,973	50,617	49,214
Non-financial assets					
Land and buildings	10,856	8,206	8,844	8,464	8,629
Infrastructure, plant and equipment	6,153	5,078	5,721	5,258	4,801
Intangibles	303	319	297	219	181
Other	933	933	933	933	933
Total non-financial assets	18,245	14,536	15,795	14,874	14,544
Assets held for sale	-	-	-	-	-
Total assets	62,839	67,317	66,768	65,491	63,758
LIABILITIES					
Interest bearing liabilities					
Other	1,013	801	589	377	165
Total interest bearing liabilities	1,013	801	589	377	165
Provisions					
Employees	15,823	16,833	16,588	16,280	16,660
Other	4,579	8,388	8,683	8,415	7,757
Total provisions	20,402	25,221	25,271	24,695	24,417
Payables					
Suppliers	5,269	5,140	4,753	4,264	3,021
Total payables	5,269	5,140	4,753	4,264	3,021
Total liabilities	26,684	31,162	30,613	29,336	27,603
Net assets	36,155	36,155	36,155	36,155	36,155
EQUITY					
Parent entity interest					
Contributed equity	1,507	1,507	1,507	1,507	1,507
Reserves	7,786	7,786	7,786	7,786	7,786
Retained surpluses or accumulated deficits	26,862	26,862	26,862	26,862	26,862
Total parent entity interest	36,155	36,155	36,155	36,155	36,155
Total equity	36,155	36,155	36,155	36,155	36,155
Current assets	45,527	53,714	51,906	51,550	50,147
Non-current assets	17,312	13,603	14,862	13,941	13,611
Current liabilities	19,304	20,071	19,467	18,704	17,798
Non-current liabilities	7,380	11,091	11,146	10,632	9,805

Table 5.3: Budgeted departmental statement of cash flows for the period ended 30 June

	Estimated Actual 2006-07 \$'000	Budget Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000	Forward Estimate 2010-11 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	1,000	1,229	1,250	1,250	1,250
Appropriations	73,354	102,776	110,242	103,656	95,042
GST Refunds (Net)	3,048	4,173	4,552	3,852	3,352
Other	127	148	148	148	148
Total cash received	77,529	108,326	116,192	108,906	99,792
Cash used					
Employees	47,120	59,976	63,039	63,906	60,648
Suppliers	29,359	47,212	48,094	42,121	35,674
Other	850	500	500	500	500
Total cash used	77,329	107,688	111,633	106,527	96,822
Net cash from or (used by) operating activities	200	638	4,559	2,379	2,970
INVESTING ACTIVITIES					
Cash received					
Total cash received	-	-	-	-	-
Cash used					
Purchase of property, plant and equipment	200	638	4,559	2,379	2,970
Total cash used	200	638	4,559	2,379	2,970
Net cash from or (used by) investing activities	(200)	(638)	(4,559)	(2,379)	(2,970)
FINANCING ACTIVITIES					
Cash received					
Total cash received	-	-	-	-	-
Cash used					
Total cash used	-	-	-	-	-
Net cash from or (used by) financing activities	-	-	-	-	-
Net increase or (decrease) in cash held	-	-	-	-	-
Cash at the beginning of the reporting period	222	222	222	222	222
Effect of exchange rate movements on cash at the beginning of reporting period	-	-	-	-	-
Cash at the end of the reporting period	222	222	222	222	222

Table 5.4: Departmental statement of changes in equity — summary of movement Budget year 2007-08

	Retained Earnings	Asset Revaluation Reserve	Contributed Equity/ Capital	Total Equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2007				
Balance carried forward from previous period	26,862	7,786	1,507	36,155
Opening balance	26,862	7,786	1,507	36,155
Income and expense				
Surplus (deficit) for the period	-	-	-	-
Total income and expenses recognised directly in equity	-	-	-	-
Transactions with owners				
Other	-	-	-	-
Sub-total transactions with owners	-	-	-	-
Transfers between equity components	-	-	-	-
Estimated closing balance as at 30 June 2008	26,862	7,786	1,507	36,155

Table 5.5: Departmental capital budget statement

	Estimated Actual 2006-07 \$'000	Budget Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000	Forward Estimate 2010-11 \$'000
CAPITAL APPROPRIATIONS					
Total capital appropriations	-	-	-	-	-
Represented by:					
Other	-	-	-	-	-
Total represented by	-	-	-	-	-
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	-	-	-	-	-
Funded internally by departmental resources	200	638	4,559	2,379	2,970
Total	200	638	4,559	2,379	2,970

Table 5.6: Departmental property, plant, equipment and intangibles — summary of movement Budget year 2007-08

	Buildings \$'000	Other Infrastructure Plant and Equipment \$'000	Computer Software \$'000	Total \$'000
As at 1 July 2007				
Gross book value	22,579	11,912	2,298	36,789
Accumulated depreciation	11,723	5,759	1,995	19,477
Opening net book value	10,856	6,153	303	17,312
Additions:				
by purchase	-	435	203	638
Depreciation/amortisation expense	2,650	525	125	3,300
Other movements	-	-	-	-
Disposals:				
other disposals	-	(985)	(62)	(1,047)
As at 30 June 2008				
Gross book value	22,579	11,362	2,439	36,380
Accumulated depreciation	14,373	6,284	2,120	22,777
Estimated closing net book value	8,206	5,078	319	13,603

Table 5.7: Schedule of budgeted income and expenses administered on behalf of Government for the period ended 30 June

	Estimated Actual 2006-07 \$'000	Budget Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000	Forward Estimate 2010-11 \$'000
INCOME ADMINISTERED ON BEHALF OF Government					
Revenue					
Non-taxation					
Other sources of non-taxation	9,948	7,922	7,922	7,922	7,922
Total non-taxation	9,948	7,922	7,922	7,922	7,922
Total revenues administered on behalf of Government	9,948	7,922	7,922	7,922	7,922
Total income administered on behalf of Government	9,948	7,922	7,922	7,922	7,922
EXPENSES ADMINISTERED ON BEHALF OF Government					
Other	5,635	5,864	5,864	5,864	5,864
Total expenses administered on behalf of Government	5,635	5,864	5,864	5,864	5,864

Table 5.8: Schedule of budgeted assets and liabilities administered on behalf of Government as at 30 June

	Estimated Actual 2006-07 \$'000	Budget Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000	Forward Estimate 2010-11 \$'000
ASSETS ADMINISTERED ON BEHALF OF Government					
Financial assets					
Receivables	4,817	5,884	6,562	7,240	7,918
Total financial assets	4,817	5,884	6,562	7,240	7,918
Total assets administered on behalf of Government	4,817	5,884	6,562	7,240	7,918
LIABILITIES ADMINISTERED ON BEHALF OF Government					
Total liabilities administered on behalf of Government	-	-	-	-	-

Table 5.9: Schedule of budgeted administered cash flows for the period ended 30 June

	Estimated Actual 2006-07 \$'000	Budget Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000	Forward Estimate 2010-11 \$'000
OPERATING ACTIVITIES					
Cash received					
Other	1,946	2,000	2,000	2,000	2,000
Total cash received	1,946	2,000	2,000	2,000	2,000
Cash used					
Other	1,946	2,000	2,000	2,000	2,000
Total cash used	1,946	2,000	2,000	2,000	2,000
Net cash from or (used by) operating activities	-	-	-	-	-
INVESTING ACTIVITIES					
Cash received					
Total cash received	-	-	-	-	-
Cash used					
Total cash used	-	-	-	-	-
Net cash from or (used by) investing activities	-	-	-	-	-
FINANCING ACTIVITIES					
Cash received					
Total cash received	-	-	-	-	-
Cash used					
Total cash used	-	-	-	-	-
Net cash from or (used by) financing activities	-	-	-	-	-
Net increase or (decrease) in cash held	-	-	-	-	-
Cash at beginning of reporting period	-	-	-	-	-
Cash from Official Public Account for:					
– special accounts	1,946	2,000	2,000	2,000	2,000
Cash to Official Public Account for:					
– special accounts	1,946	2,000	2,000	2,000	2,000
Effect of exchange rate movements on cash at beginning of reporting period	-	-	-	-	-
Cash at end of reporting period	-	-	-	-	-

5.3 NOTES TO THE FINANCIAL STATEMENTS

Basis of Accounting

The budgeted financial statements have been prepared on an accrual basis, in accordance with historical cost convention and consistent with Australian Accounting Standards. There is no significant change in accounting policies from those that applied to the 2005-06 financial statements.

Revenue from Government

Appropriations for departmental outputs are recognised as revenue.

Goods and services revenue

Goods and services revenues consist of revenue received from the ATO (see Section 4), sub-lease revenues and other minor revenues.

Other revenue

Other revenues mainly consist of resources received free of charge.

Employee expenses

Employee expenses consist of salaries, allowances, leave entitlements, redundancy expenses, superannuation, worker's compensation premiums, recruitment expenses (including relocation costs for employees moving to interstate offices), employee benefits, fringe benefits tax payable on employee benefits and contract staff engaged through temporary staff agencies.

Supplier expenses

Supplier expenses consist of property, legal, library, information technology and communications, staff travel, training and other administrative costs.

Other expenses

Other expenses are costs awarded against the Commonwealth.

Cash

Cash includes notes and coins held and any deposits held at call with a bank.

Receivables – appropriations

Appropriation receivable is the amount of appropriations available to meet future cash flow requirements.

Receivables – other

Other receivables consist of GST receivables from the ATO and other minor invoices receivable.

Land and buildings

Land and buildings consist of the fit-out of leased offices.

Infrastructure, plant and equipment

Infrastructure, plant and equipment consist of furniture, office equipment, computer equipment, library holdings and artworks.

Intangibles

Intangibles consist of purchased computer software. These assets are recognised at cost.

Other non-financial assets

Other non-financial assets consist of pre-payments for future expense, such as rent and library subscriptions.

Other non-interest bearing liabilities

Several office accommodation leases have lease incentives for contributions to fitout and rent abatement. These incentives are recognised as a debt and written down over the life of the lease payments.

Employee provisions

Employee provisions consist of leave entitlements (including oncosts), salaries and allowances and superannuation owing for the period after the last pay day of the year, PAYE tax payable to the ATO and provision for FBT payable.

Other provisions

Other provisions is the estimated cost of fitout restoration when leased office space is vacated and provision for the recognition of lease payments on a straight line basis over the term of the lease in accordance with AASB 117.

Supplier payables

Supplier payables consist of accounts payable (i.e. invoices received but not yet paid under the 30-day payment policy) and accrued expenses (i.e. work completed but not yet invoiced).

Other payables

Other payables comprise revenues received in advance.

Administered items

This item comprises fines and costs revenue imposed by the courts. The fines and costs collected are transferred to the consolidated revenue.