

OFFICE OF THE DIRECTOR OF PUBLIC PROSECUTIONS

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

The strategic direction statement for the Office of the Director of Public Prosecutions (DPP) can be found in the 2015–16 Portfolio Budget Statements. There has been no change to the DPP’s strategic direction as a result of Additional Estimates.

1.2 ENTITY RESOURCE STATEMENT

The entity resource statement details the resourcing for the DPP at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2015–16 budget year, including variations through Appropriation Bill No. 3.

Table 1.1: Entity resource statement—additional estimates for 2015–16 as at Additional Estimates February 2016

	Actual available appropriation 2014–15 \$'000	Estimate as at Budget 2015–16 \$'000	Proposed Additional Estimates 2015–16 \$'000	Total estimate at Additional Estimates 2015–16 \$'000
ORDINARY ANNUAL SERVICES(a)				
Departmental appropriation				
Prior year departmental appropriation(b)	9,993	10,073	–	10,073
Departmental appropriation(c)	81,001	77,941	2,261	80,202
s 74 retained revenue receipts(d)	8,882	7,784	300	8,084
Total ordinary annual services	99,876	95,798	2,561	98,359
Total net resourcing for entity	99,876	95,798	2,561	98,359

All figures are GST exclusive. These figures may not match the figures in the cash flow statement.

(a) Appropriation Act (No. 1) 2015–16 and Appropriation Bill (No. 3) 2015–16.

(b) Estimated adjusted balance carried forward from previous year for annual appropriations.

(c) Includes an amount of \$1.903m in 2015–16 for the departmental capital budget (see Table 3.2.5 for further details). For accounting purposes this amount has been designated as ‘contributions by owners’.

(d) Estimated retained revenue receipts under section 74 of the *Public Governance, Performance and Accountability Act 2013*.

1.3 ENTITY MEASURES

Table 1.2 summarises new government measures taken since the 2015–16 Budget.

Table 1.2: Entity 2015–16 measures since Budget

	Programme	2015–16 \$'000	2016–17 \$'000	2017–18 \$'000	2018–19 \$'000
Expense measures					
Attorney-General's—one-off efficiency savings to specific agencies	1.1				
Departmental expenses		(1,103)	(2,206)	(2,206)	(2,206)
National Security—counter-terrorism prosecutions	1.1				
Departmental expenses		3,400	4,700	4,800	4,800
Public Sector Superannuation Accumulation Plan administration fees(a)	1.1				
Departmental expenses		(36)	(36)	(36)	(36)
Total expense measures		2,261	2,458	2,558	2,558

Prepared on a Government Finance Statistics (fiscal) basis.

(a) This is a cross-portfolio measure that was published in the 2014–15 Mid-Year Economic and Fiscal Outlook. The lead entity is the Department of Finance.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the DPP at Additional Estimates, by outcome. Table 1.3 details the additional estimates and variations resulting from new measures since the 2015–16 Budget in Appropriation Bill No. 3. Table 1.4 details additional estimates and variations through other factors, such as parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since 2015–16 Budget

	Programme impacted	2015–16 \$'000	2016–17 \$'000	2017–18 \$'000	2018–19 \$'000
OUTCOME 1					
Increase in estimates (departmental)					
National Security—counter-terrorism prosecutions	1.1	3,400	4,700	4,800	4,800
Decrease in estimates (departmental)					
Attorney-General's—one-off efficiency savings to specific agencies	1.1	(1,103)	(2,206)	(2,206)	(2,206)
Public Sector Superannuation Accumulation Plan administration fees	1.1	(36)	(36)	(36)	(36)
Net impact on estimates for Outcome 1 (departmental)		2,261	2,458	2,558	2,558

Table 1.4: Additional estimates and variations to outcomes from other variations

	Programme impacted	2015–16 \$'000	2016–17 \$'000	2017–18 \$'000	2018–19 \$'000
OUTCOME 1					
Decrease in estimates (departmental)					
Changes in wage and price indices	1.1	–	–	(76)	(154)
Net impact on estimates for Outcome 1 (departmental)		–	–	(76)	(154)

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

Table 1.5 details the additional estimates sought for the DPP through Appropriation Bill No. 3. The DPP has no additional estimates through Appropriation Bill No. 4.

Table 1.5: Appropriation Bill (No. 3) 2015–16

	2014–15 Available(a) \$'000	2015–16 Budget \$'000	2015–16 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
DEPARTMENTAL PROGRAMMES					
Outcome 1					
Maintenance of law and order for the Australian community through an independent and ethical prosecution service in accordance with the Prosecution Policy of the Commonwealth	81,001	77,941	80,202	3,400	(1,139)
Total departmental	81,001	77,941	80,202	3,400	(1,139)

(a) 2014–15 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

Section 2: Revisions to outcomes and planned performance

2.1 OUTCOME AND PERFORMANCE INFORMATION

There are no changes to the DPP's outcome and performance information as reported in the 2015–16 Portfolio Budget Statements.

OUTCOME 1

Outcome 1 strategy

There are no changes to the strategy for Outcome 1 as reported in the 2015–16 Portfolio Budget Statements.

Table 2.1: Budgeted expenses for Outcome 1

	2014–15 Actual expenses \$'000	2015–16 Revised estimated expenses \$'000
Outcome 1: Maintenance of law and order for the Australian community through an independent and ethical prosecution service in accordance with the Prosecution Policy of the Commonwealth		
Programme 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		
Departmental expenses		
Departmental appropriation(a)	84,375	86,383
Expenses not requiring appropriation in the budget year(b)	4,504	4,839
Total expenses for Outcome 1	88,879	91,222
	2014–15	2015–16
Average staffing level (number)	396	376

(a) Departmental appropriation combines 'Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)' and 'Revenue from independent sources (s 74)'.
(b) Expenses not requiring appropriation in the budget year are made up of services received free of charge, depreciation and amortisation, and write-down of debt liabilities.

Programme 1.1 expenses

	2014–15 Actual \$'000	2015–16 Revised budget \$'000	2016–17 Forward year 1 \$'000	2017–18 Forward year 2 \$'000	2018–19 Forward year 3 \$'000
Annual departmental expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	79,076	78,299	77,603	78,049	78,493
Revenue from independent sources (s 74)	5,299	8,084	7,392	7,424	7,460
Expenses not requiring appropriation in the budget year(a)	4,504	4,839	4,839	4,839	4,837
Total programme expenses	88,879	91,222	89,834	90,312	90,790

(a) Expenses not requiring appropriation in the budget year are made up of services received free of charge, depreciation and amortisation, and write-down of debt liabilities.

Section 3: Explanatory tables and budgeted financial statements

3.1 EXPLANATORY TABLES

Estimates of special account flows

The DPP has no special accounts.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

Changes to the DPP's operating revenue since the 2015–16 Portfolio Budget Statements are due to:

- additional ongoing funding for counter-terrorism prosecutions
- the one-off efficiency savings measure
- the proportion of Public Sector Superannuation Accumulation Plan administration fees attributable to the DPP
- indexation changes across the forward years.

3.2.2 Budgeted financial statements

Table 3.2.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June

	2014–15 Actual \$'000	2015–16 Revised budget \$'000	2016–17 Forward estimate \$'000	2017–18 Forward estimate \$'000	2018–19 Forward estimate \$'000
EXPENSES					
Employee benefits	50,313	53,396	53,105	53,347	53,570
Suppliers	32,328	32,931	31,834	32,070	32,327
Depreciation and amortisation	3,666	4,325	4,325	4,325	4,323
Finance costs	40	–	–	–	–
Write-down and impairment of assets	132	–	–	–	–
Other expenses	620	570	570	570	570
Total expenses	87,099	91,222	89,834	90,312	90,790
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	5,299	8,084	7,392	7,424	7,460
Other revenue	206	284	284	284	284
Total own-source revenue	5,505	8,368	7,676	7,708	7,744
Gains					
Other	500	230	230	230	230
Total gains	500	230	230	230	230
Total own-source income	6,005	8,598	7,906	7,938	7,974
Net cost of (contribution by) services	81,094	82,624	81,928	82,374	82,816
Revenue from government	79,076	78,299	77,603	78,049	78,493
Surplus (deficit) attributable to the Australian Government	(2,018)	(4,325)	(4,325)	(4,325)	(4,323)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation surplus	–	–	–	–	–
Total other comprehensive income	–	–	–	–	–
Total comprehensive income (loss)	(2,018)	(4,325)	(4,325)	(4,325)	(4,323)

Note: Impact of net cash appropriation arrangements

	2014–15 \$'000	2015–16 \$'000	2016–17 \$'000	2017–18 \$'000	2018–19 \$'000
Total comprehensive income (loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	1,648	–	–	–	–
Less depreciation/amortisation expenses previously funded through revenue appropriations	3,666	4,325	4,325	4,325	4,323
Total comprehensive income (loss) as per the statement of comprehensive income	(2,018)	(4,325)	(4,325)	(4,325)	(4,323)

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted departmental balance sheet (as at 30 June)

	2014–15 Actual \$'000	2015–16 Revised budget \$'000	2016–17 Forward estimate \$'000	2017–18 Forward estimate \$'000	2018–19 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	356	360	360	360	360
Trade and other receivables	11,439	7,957	10,053	9,225	9,241
Total financial assets	11,795	8,317	10,413	9,585	9,601
Non-financial assets					
Land and buildings	11,829	9,684	7,371	7,641	6,908
Property, plant and equipment	5,216	5,467	3,175	3,116	3,254
Intangibles	735	717	808	666	724
Other non-financial assets	328	468	468	468	468
Total non-financial assets	18,108	16,336	11,822	11,891	11,354
Total assets	29,903	24,653	22,235	21,476	20,955
LIABILITIES					
Payables					
Suppliers	6,054	4,213	4,213	4,213	4,213
Other payables	11,624	13,122	12,431	14,081	15,956
Total payables	17,678	17,335	16,644	18,294	20,169
Provisions					
Employee provisions	15,550	14,019	14,519	14,519	14,519
Other provisions	2,565	1,101	1,301	1,301	1,301
Total provisions	18,115	15,120	15,820	15,820	15,820
Total liabilities	35,793	32,455	32,464	34,114	35,989
Net assets	(5,890)	(7,802)	(10,229)	(12,638)	(15,034)
EQUITY					
Parent entity interest					
Contributed equity	5,959	8,372	10,271	12,187	14,114
Reserves	18,479	18,479	18,479	18,479	18,479
Retained surplus (accumulated deficit)	(30,328)	(34,653)	(38,979)	(43,304)	(47,627)
Total parent entity interest	(5,890)	(7,802)	(10,229)	(12,638)	(15,034)
Total equity	(5,890)	(7,802)	(10,229)	(12,638)	(15,034)

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity—summary of movement (budget year 2015–16)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2015				
Balance carried forward from previous period	(30,328)	18,479	5,959	(5,890)
Adjustment for changes in accounting policies	–	–	–	–
Adjusted opening balance	(30,328)	18,479	5,959	(5,890)
Comprehensive income				
Surplus (deficit) for the period	(4,325)	–	–	(4,325)
Total comprehensive income	(4,325)	–	–	(4,325)
Transactions with owners				
Contributions by owners				
Departmental capital budget	–	–	2,413	2,413
Sub-total transactions with owners	–	–	2,413	2,413
Estimated closing balance as at 30 June 2016	(34,653)	18,479	8,372	(7,802)
Closing balance attributable to the Australian Government	(34,653)	18,479	8,372	(7,802)

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2014–15 Actual \$'000	2015–16 Revised budget \$'000	2016–17 Forward estimate \$'000	2017–18 Forward estimate \$'000	2018–19 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	86,174	77,073	78,528	77,739	78,159
Sale of goods and rendering of services	8,882	8,084	8,295	7,092	7,124
Net GST received	3,032	3,032	2,900	2,900	2,900
Other	–	–	230	230	230
Total cash received	98,088	88,189	89,953	87,961	88,413
Cash used					
Employees	51,217	51,217	51,553	52,547	53,278
Suppliers	36,470	27,754	31,513	27,752	27,441
Section 74 retained revenue receipts transferred to Official Public Account	8,882	8,084	6,317	7,092	7,124
Other	620	620	570	570	570
Total cash used	97,189	87,675	89,953	87,961	88,413
Net cash from (used by) operating activities	899	514	–	–	–
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant, equipment and intangibles	2,603	2,413	1,899	1,916	1,927
Total cash used	2,603	2,413	1,899	1,916	1,927
Net cash from (used by) investing activities	(2,603)	(2,413)	(1,899)	(1,916)	(1,927)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	1,925	1,903	1,899	1,916	1,927
Total cash received	1,925	1,903	1,899	1,916	1,927
Net cash from (used by) financing activities	1,925	1,903	1,899	1,916	1,927
Net increase (decrease) in cash held	221	4	–	–	–
Cash and cash equivalents at the beginning of the reporting period	135	356	360	360	360
Cash and cash equivalents at the end of the reporting period	356	360	360	360	360

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Departmental capital budget statement (for the period ended 30 June)

	2014–15 Actual \$'000	2015–16 Revised budget \$'000	2016–17 Forward estimate \$'000	2017–18 Forward estimate \$'000	2018–19 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget—Act No. 1 (DCB)	1,925	1,903	1,899	1,916	1,927
Total new capital appropriations	1,925	1,903	1,899	1,916	1,927
Provided for:					
Purchase of non-financial assets	2,602	1,903	1,899	1,916	1,927
Total items	2,602	1,903	1,899	1,916	1,927
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation—DCB(a)	2,173	2,413	1,899	1,916	1,927
Total amount spent	2,173	2,413	1,899	1,916	1,927
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	2,173	2,413	1,899	1,916	1,927
Total cash required to acquire assets	2,173	2,413	1,899	1,916	1,927

Prepared on Australian Accounting Standards basis.

DCB = departmental capital budget.

(a) Does not include annual finance lease costs. Includes purchases from current and previous years' DCBs.

Table 3.2.6: Statement of asset movements (budget year 2015–16)

	Buildings \$'000	Other property, plant & equipment \$'000	Computer software & intangibles \$'000	Total \$'000
As at 1 July 2015				
Gross book value	19,936	6,700	3,083	29,719
Accumulated depreciation/amortisation and impairment	(8,107)	(1,484)	(2,348)	(11,939)
Opening net book balance	11,829	5,216	735	17,780
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase—appropriation ordinary annual services(a)	579	1,510	324	2,413
Total additions	579	1,510	324	2,413
Other movements				
Depreciation/amortisation expense	(2,724)	(1,259)	(342)	(4,325)
Total other movements	(2,724)	(1,259)	(342)	(4,325)
As at 30 June 2016				
Gross book value	20,515	8,210	3,407	32,132
Accumulated depreciation/amortisation and impairment	(10,831)	(2,743)	(2,690)	(16,264)
Closing net book balance	9,684	5,467	717	15,868

Prepared on Australian Accounting Standards basis.

(a) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Act (No. 1) 2015–16 and Appropriation Bill (No. 3) 2015–16 for depreciation and amortisation expenses, departmental capital budgets or other operational expenses.

3.2.3 Notes to the financial statements

Basis of accounting

The budgeted financial statements have been prepared in accordance with the Public Governance, Performance and Accountability Act and Rules, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial statements for budget estimates are prepared on the same basis as the annual audited financial statements. The audited statements include a full set of notes to explain all the line items (available at www.cdpp.gov.au/publications).

Revenue from government

Amounts appropriated are recognised as revenue, except for certain amounts that relate to activities that are reciprocal in nature, in which case revenue is recognised only when it has been earned. Appropriations receivable are recognised at their nominal amounts.

Employee expenses

Employee expenses consist of salaries, leave entitlements, redundancy expenses, superannuation and non-salary benefits.

Supplier expenses

Supplier expenses consist of administrative costs, consultants' costs, travel expenses, property operating expenses and legal expenses.

Cash

Cash includes notes and coins held and any deposits held at call with a bank or other financial institution.

Assets

Assets are made up of cash, receivables, leasehold improvements and plant and equipment. All assets are held at fair value.

Liabilities

Liabilities are made up of employee salary and leave entitlement, property lease and make-good provisions and amounts owed to creditors.