

OFFICE OF THE DIRECTOR OF PUBLIC PROSECUTIONS

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION

The strategic direction statement for the Office of the Director of Public Prosecutions (DPP) can be found in the 2014–15 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 2014–15 budget year, including variations through Appropriation Bill No. 3.

Table 1.1: Entity resource statement—additional estimates for 2014–15 as at Additional Estimates February 2015

	Estimate as at Budget 2014–15 \$'000	+	Proposed Additional Estimates 2014–15 \$'000	=	Total estimate at Additional Estimates 2014–15 \$'000	Total available appropriation 2013–14 \$'000
ORDINARY ANNUAL SERVICES(1)						
Departmental appropriation						
Prior year departmental appropriation(2)	9,993		–		9,993	12,488
Departmental appropriation(3)	78,660		980		79,640	85,823
s 74 retained revenue receipts(4)	3,450		–		3,450	4,258
Total ordinary annual services	92,103		980		93,083	102,569
Total available annual appropriations	92,103		980		93,083	102,569
SPECIAL ACCOUNTS						
Opening balance	–		–		–	–
Receipts	–		–		–	–
Total special accounts	–		–		–	–
Total net resourcing for entity	92,103		980		93,083	102,569

All figures are GST exclusive.

(1) Appropriation Act (No. 1) 2014–15 and Appropriation Bill (No. 3) 2014–15.

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

(3) Includes an amount of \$1.925m in 2014–15 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'.

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

1.3 ENTITY MEASURES TABLE

Table 1.2 summarises new government measures taken since the 2014–15 Budget.

Table 1.2: Entity 2014–15 measures since Budget

	Programme	2014–15 \$'000	2015–16 \$'000	2016–17 \$'000	2017–18 \$'000
Expense measures					
Funding for pre-existing measures affecting the public sector	1.1				
Departmental expenses		980	–	–	–
National Security—additional counter-terrorism funding	1.1				
Departmental expenses		–	908	1,152	1,063
Total expense measures		980	908	1,152	1,063

Prepared on a Government Finance Statistics (fiscal) basis.

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 2014–15 Budget in Appropriation Bill No. 3. Table 1.4 details additional estimates or variations through other factors, such as parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since 2014–15 Budget

	Programme impacted	2014–15 \$'000	2015–16 \$'000	2016–17 \$'000	2017–18 \$'000
OUTCOME 1					
Increase in estimates (departmental)					
Funding for pre-existing measures affecting the public sector	1.1	980	–	–	–
National Security—additional counter-terrorism funding	1.1	–	908	1,152	1,063
Net impact on estimates for Outcome 1 (departmental)		980	908	1,152	1,063

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

	Programme impacted	2014–15 \$'000	2015–16 \$'000	2016–17 \$'000	2017–18 \$'000
OUTCOME 1					
Decrease in estimates (departmental)					
Changes in wage and price indices	1.1	–	(143)	(142)	(214)
Net impact on estimates for Outcome 1 (departmental)		–	(143)	(142)	(214)

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) 2014–15

	2013–14 Available(1) \$'000	2014–15 Budget \$'000	2014–15 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	81,638	78,660	79,640	980	–
Total departmental	81,638	78,660	79,640	980	–

(1) 2013–14 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 2014–15 Portfolio Budget Statements.

OUTCOME 1

Outcome 1 strategy

There are no changes to the strategy for Outcome 1 as reported in the 2014–15 Portfolio Budget Statements.

Table 2.1: Budgeted expenses for Outcome 1

	2013–14 Actual expenses \$'000	2014–15 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(1)	82,302	81,165
Expenses not requiring appropriation in the budget year(2)	7,103	5,442
Total expenses for Outcome 1	89,405	86,607
	2013–14	2014–15
Average staffing level (number)	452	407

(1) Departmental appropriation combines 'Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)' and 's 74 retained revenue receipts'.

(2) Expenses not requiring appropriation in the budget year are made up of services received free of charge, depreciation and amortisation.

Programme 1.1 expenses

	2013–14 Actual \$'000	2014–15 Revised budget \$'000	2015–16 Forward year 1 \$'000	2016–17 Forward year 2 \$'000	2017–18 Forward year 3 \$'000
Annual departmental expenses					
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	78,961	77,715	73,341	73,124	73,670
s 74 retained revenue receipts	3,341	3,450	3,450	3,450	3,450
Expenses not requiring appropriation in the budget year(1)	7,103	5,442	5,534	5,422	5,526
Total programme expenses	89,405	86,607	82,325	81,996	82,646

(1) Expenses not requiring appropriation in the budget year are made up of services received free of charge, depreciation and amortisation.

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 2014–15 Portfolio Budget Statements are due to:

- an increase in 2014–15 of \$0.980m for additional funding for pre-existing measures affecting the public sector
- additional counter-terrorism funding; funding is ongoing from 1 July 2015
- indexation changes across the forward years.

3.2.2 Budgeted financial statements

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

	Actual 2013–14 \$'000	Revised budget 2014–15 \$'000	Forward estimate 2015–16 \$'000	Forward estimate 2016–17 \$'000	Forward estimate 2017–18 \$'000
EXPENSES					
Employee benefits	54,291	49,923	46,962	46,746	47,267
Suppliers	33,538	31,186	29,773	29,772	29,797
Depreciation and amortisation	6,838	4,928	5,020	4,908	5,012
Write-down and impairment of assets	1,186	–	–	–	–
Other expenses	1,037	570	570	570	570
Total expenses	96,890	86,607	82,325	81,996	82,646
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	3,341	3,450	3,450	3,450	3,450
Other revenue	265	514	514	514	514
Total own-source revenue	3,606	3,964	3,964	3,964	3,964
Gains					
Other gains	731	–	–	–	–
Total gains	731	–	–	–	–
Total own-source income	4,337	3,964	3,964	3,964	3,964
Net cost of (contribution by) services	92,553	82,643	78,361	78,032	78,682
Revenue from government	79,117	77,715	73,341	73,124	73,670
Surplus (deficit)	(13,436)	(4,928)	(5,020)	(4,908)	(5,012)
OTHER COMPREHENSIVE INCOME					
Items not subject to subsequent reclassification to profit or loss					
Changes in asset revaluation surplus	–	–	–	–	–
Total other comprehensive income	–	–	–	–	–
Total comprehensive income (loss)	(13,436)	(4,928)	(5,020)	(4,908)	(5,012)
Note: Impact of net cash appropriation arrangements					
	2013–14 \$'000	2014–15 \$'000	2015–16 \$'000	2016–17 \$'000	2017–18 \$'000
Total comprehensive income (loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	(6,598)	–	–	–	–
Less depreciation/amortisation expenses previously funded through revenue appropriations	6,838	4,928	5,020	4,908	5,012
Total comprehensive income (loss) as per the statement of comprehensive income	(13,436)	(4,928)	(5,020)	(4,908)	(5,012)

Prepared on Australian Accounting Standards basis.

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

	Actual 2013–14 \$'000	Revised budget 2014–15 \$'000	Forward estimate 2015–16 \$'000	Forward estimate 2016–17 \$'000	Forward estimate 2017–18 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	135	230	230	230	230
Trade and other receivables	14,000	11,136	13,396	13,396	13,396
Total financial assets	14,135	11,366	13,626	13,626	13,626
Non-financial assets					
Land and buildings	13,170	10,651	6,246	6,112	6,868
Property, plant and equipment	4,984	3,315	5,006	4,991	4,791
Intangibles	821	281	1,773	1,723	1,582
Other non-financial assets	358	358	358	358	358
Total non-financial assets	19,333	14,605	13,383	13,184	13,599
Total assets	33,468	25,971	27,009	26,810	27,225
LIABILITIES					
Payables					
Suppliers	6,706	2,611	2,611	2,611	2,611
Other payables	1,919	4,670	4,670	4,670	4,670
Total payables	8,625	7,281	7,281	7,281	7,281
Interest-bearing liabilities					
Other interest-bearing liabilities	9,843	2,547	2,547	2,547	2,547
Total interest-bearing liabilities	9,843	2,547	2,547	2,547	2,547
Provisions					
Employee provisions	17,141	17,657	18,219	18,798	18,798
Other provisions	3,656	3,294	3,294	3,294	3,294
Total provisions	20,797	20,951	21,513	22,092	22,092
Total liabilities	39,265	30,779	31,341	31,920	31,920
Net assets	(5,797)	(4,808)	(4,332)	(5,110)	(4,695)
EQUITY					
Parent entity interest					
Contributed equity	4,034	3,282	5,945	7,850	9,778
Reserves	18,479	18,479	18,479	18,479	18,479
Retained surplus (accumulated deficit)	(28,310)	(26,569)	(28,756)	(31,439)	(32,952)
Total parent entity interest	(5,797)	(4,808)	(4,332)	(5,110)	(4,695)
Total equity	(5,797)	(4,808)	(4,332)	(5,110)	(4,695)

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity—summary of movement (budget year 2014–15)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2014				
Balance carried forward from previous period	(28,310)	18,479	4,034	(5,797)
Adjustment for changes in accounting policies	—	—	—	—
Adjusted opening balance	(28,310)	18,479	4,034	(5,797)
Comprehensive income				
Surplus (deficit) for the period	(4,928)	—	—	(4,928)
Total comprehensive income	(4,928)	—	—	(4,928)
Transactions with owners				
Distributions to owners				
Departmental capital budget	—	—	1,925	1,925
Other	6,669	—	(2,677)	3,992
Sub-total transactions with owners	6,669	—	(752)	5,917
Estimated closing balance as at 30 June 2015	(26,569)	18,479	3,282	(4,808)

Prepared on Australian Accounting Standards basis.

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

	Actual 2013–14 \$'000	Revised budget 2014–15 \$'000	Forward estimate 2015–16 \$'000	Forward estimate 2016–17 \$'000	Forward estimate 2017–18 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	79,070	79,062	70,408	70,511	70,672
Sale of goods and rendering of services	107	3,450	3,450	3,450	3,450
Net GST received	2,806	2,880	2,933	3,183	2,998
Other	731	559	594	514	514
Total cash received	82,714	85,951	77,385	77,658	77,634
Cash used					
Employees	53,237	52,514	48,934	44,486	47,267
Suppliers	27,852	32,772	27,881	32,602	29,797
s 74 retained revenue receipts transferred to Official Public Account	4,286	—	—	—	—
Other	944	570	570	570	570
Total cash used	86,319	85,856	77,385	77,658	77,634
Net cash from (used by) operating activities	(3,605)	95	—	—	—
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant, equipment and intangibles	3,153	2,683	1,905	1,905	1,928
Total cash used	3,153	2,683	1,905	1,905	1,928
Net cash from (used by) investing activities	(3,153)	(2,683)	(1,905)	(1,905)	(1,928)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	6,677	2,683	1,905	1,905	1,928
Total cash received	6,677	2,683	1,905	1,905	1,928
Net cash from (used by) financing activities	6,677	2,683	1,905	1,905	1,928
Net increase (decrease) in cash held	(81)	95	—	—	—
Cash and cash equivalents at the beginning of the reporting period	216	135	230	230	230
Cash and cash equivalents at the end of the reporting period	135	230	230	230	230

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Departmental capital budget statement

	Actual 2013–14 \$'000	Revised budget 2014–15 \$'000	Forward estimate 2015–16 \$'000	Forward estimate 2016–17 \$'000	Forward estimate 2017–18 \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget—Act No. 1 (DCB)	2,677	1,925	1,905	1,905	1,928
Equity injections—Act No. 2	4,000	—	—	—	—
Total new capital appropriations	6,677	1,925	1,905	1,905	1,928
Provided for:					
Purchase of non-financial assets	2,677	1,925	1,905	1,905	1,928
Other items	4,000	—	—	—	—
Total items	6,677	1,925	1,905	1,905	1,928
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations(1)	4,000	—	—	—	—
Funded by capital appropriation—DCB(2)	2,677	2,683	1,905	1,905	1,928
Total amount spent	6,677	2,683	1,905	1,905	1,928
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	3,153	2,683	1,905	1,905	1,928
Total cash used to acquire assets	3,153	2,683	1,905	1,905	1,928

Consistent with information contained in the statement of asset movements and the budgeted statement of cash flows.

DCB = departmental capital budget.

(1) Includes both current and prior Act 2 and Bills 4 and 6 appropriations and special capital appropriations.

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

Table 3.2.6: Statement of asset movements (2014–15)

	Buildings \$'000	Other property, plant & equipment \$'000	Computer software & intangibles \$'000	Total \$'000
As at 1 July 2014				
Gross book value	15,462	6,379	2,715	24,556
Accumulated depreciation/ amortisation and impairment	(2,292)	(1,395)	(1,894)	(5,581)
Opening net book balance	13,170	4,984	821	18,975
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase—appropriation ordinary annual services(1)	2,286	386	11	2,683
Total additions	2,286	386	11	2,683
OTHER MOVEMENTS				
Depreciation/amortisation expense	(2,780)	(1,613)	(535)	(4,928)
Other	(2,025)	(442)	(16)	(2,483)
Total other movements	(4,805)	(2,055)	(551)	(7,411)
As at 30 June 2015				
Gross book value	15,723	6,323	2,710	24,756
Accumulated depreciation/ amortisation and impairment	(5,072)	(3,008)	(2,429)	(10,509)
Closing net book balance	10,651	3,315	281	14,247

Prepared on Australian Accounting Standards basis.

(1) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Act (No. 1) 2014–15 and Appropriation Bill (No. 3) 2014–15 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 on an accrual accounting basis, having regard to Statements of Accounting Concepts, and in accordance with the Finance Minister's Orders, 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.