

OFFICE OF THE DIRECTOR OF PUBLIC PROSECUTIONS

Section 1: Agency overview and resources

1.1 STRATEGIC DIRECTION

The strategic direction statement for the Office of the Director of Public Prosecutions can be found in the 2013–14 Portfolio Budget Statements. There has been no change to the DPP’s strategic direction as a result of Additional Estimates.

1.2 AGENCY RESOURCE STATEMENT

The agency resource statement details the resourcing for the DPP at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2013–14 budget year, including variations through Appropriation Bills No. 3 and 4.

Table 1.1: Agency resource statement—additional estimates for 2013–14 as at Additional Estimates February 2014

	Estimate as at Budget 2013–14 \$'000	+	Proposed Additional Estimates 2013–14 \$'000	=	Total estimate at Additional Estimates 2013–14 \$'000	Total available appropriation 2012–13 \$'000
ORDINARY ANNUAL SERVICES¹						
Departmental appropriation						
Prior year departmental appropriation ²	68,146		(55,658)		12,488	68,146
Departmental appropriation ³	81,794		(156)		81,638	91,087
s 31 relevant agency receipts ⁴	3,450		–		3,450	3,450
Total ordinary annual services	153,390		(55,814)		97,576	162,683
OTHER SERVICES⁵						
Departmental non-operating						
Equity injections	–		4,000		4,000	–
Total other services	–		4,000		4,000	–
Total available annual appropriations	153,390		(51,814)		101,576	162,683
Total net resourcing for agency	153,390		(51,814)		101,576	162,683

All figures are GST exclusive.

1. Appropriation Act (No. 1) 2013–14 and Appropriation Bill (No. 3) 2013–14.

2. The reduction in prior year departmental appropriation of \$55.658m represents amounts repealed under the *Statute Stocktake (Appropriations) Act 2013*. Of this amount, \$4.000m has been reappropriated as an equity injection in 2013–14 (see Table 1.4).

3. Includes an amount of \$2.677m in 2013–14 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. Section 31 relevant agency receipts—estimate.

5. Appropriation Act (No. 2) 2013–14 and Appropriation Bill (No. 4) 2013–14.

1.3 AGENCY MEASURES TABLE

Table 1.2 summarises new government measures taken since the 2013–14 Budget.

Table 1.2: Agency 2013–14 measures since Budget

	Programme	2013–14 \$'000	2014–15 \$'000	2015–16 \$'000	2016–17 \$'000
Expense measures					
Public service efficiencies ¹	1.1				
Departmental expenses		(63)	(294)	(369)	(422)
Reforms to APS management and efficient procurement of agency software	1.1				
Departmental expenses		(93)	(143)	(218)	(190)
Temporary increase in the efficiency dividend	1.1				
Departmental expenses		–	(809)	(1,736)	(2,709)
Total expense measures		(156)	(1,246)	(2,323)	(3,321)

Prepared on a Government Finance Statistics (fiscal) basis.

1. Measure announced in the 2013–14 Budget but not previously reported in a portfolio statement.

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 2013–14 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 2013–14 Budget

	Programme impacted	2013–14 \$'000	2014–15 \$'000	2015–16 \$'000	2016–17 \$'000
OUTCOME 1					
Decrease in estimates (departmental)					
Public service efficiencies	1.1	(63)	(294)	(369)	(422)
Reforms to APS management and efficient procurement of agency software	1.1	(93)	(143)	(218)	(190)
Temporary increase in the efficiency dividend	1.1	–	(809)	(1,736)	(2,709)
Net impact on estimates for Outcome 1 (departmental)		(156)	(1,246)	(2,323)	(3,321)

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

	Programme impacted	2013–14 \$'000	2014–15 \$'000	2015–16 \$'000	2016–17 \$'000
OUTCOME 1					
Increase in estimates (departmental)					
Reappropriation of amounts repealed under the <i>Statute Stocktake (Appropriations) Act 2013</i>	1.1	4,000	–	–	–
Decrease in estimates (departmental)					
Changes in wage and price indices ¹	1.1	–	(230)	(362)	(438)
Net impact on estimates for Outcome 1 (departmental)		4,000	(230)	(362)	(438)

1. Consolidated into a single line item for internal consistency and to improve readability.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the additional estimates sought for the DPP through Appropriation Bills Nos. 3 and 4.

Table 1.5: Appropriation Bill (No. 3) 2013–14

	2012–13 Available ¹ \$'000	2013–14 Budget \$'000	2013–14 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	91,087	81,794	81,638	–	(156)
Total departmental	91,087	81,794	81,638	–	(156)

1. 2012–13 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

Table 1.6: Appropriation Bill (No. 4) 2013–14

	2012–13 Available ¹ \$'000	2013–14 Budget \$'000	2013–14 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	–	–	4,000	4,000	–
Total non-operating	–	–	4,000	4,000	–

1. 2012–13 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 2013–14 Portfolio Budget Statements.

OUTCOME 1

Outcome 1 strategy

There are no changes to the strategy for Outcome 1 as reported in the 2013–14 Portfolio Budget Statements.

Table 2.1: Budgeted expenses and resources for Outcome 1

	2012–13 Actual expenses \$'000	2013–14 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	94,113	82,411
Expenses not requiring appropriation in the budget year ²	5,001	5,316
Total expenses for Outcome 1	99,114	87,727
	2012–13	2013–14
Average staffing level (number)	500	423

1. Departmental appropriation combines 'Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)' and 'Revenue from independent sources (s 31)'.
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

	2012–13 Actual \$'000	2013–14 Revised budget \$'000	2014–15 Forward year 1 \$'000	2015–16 Forward year 2 \$'000	2016–17 Forward year 3 \$'000
Annual departmental expenses					
Ordinary annual services	90,704	78,961	76,784	72,663	72,385
Revenue from independent sources (s 31)	3,409	3,450	3,450	3,450	3,450
Expenses not requiring appropriation in the budget year ¹	5,001	5,316	5,312	5,309	5,302
Total programme expenses	99,114	87,727	85,546	81,422	81,137

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

The DPP's budgeted operating revenue for 2013–14 has decreased by \$0.156m since the 2013–14 Portfolio Budget Statements (from \$82.567m to \$82.411m). The net decrease is due to:

- savings of \$0.063m from the public service efficiencies measure
- savings of \$0.093m from the reforms to APS management and efficient procurement of agency software measure.

The DPP received approval to have \$4.000m reappropriated from amounts repealed under the *Statute Stocktake (Appropriations) Act 2013*.

3.2.2 Budgeted financial statements

Table 3.2.1: Budgeted departmental comprehensive income statement (showing net cost of services)

	Actual 2012–13 \$'000	Revised budget 2013–14 \$'000	Forward estimate 2014–15 \$'000	Forward estimate 2015–16 \$'000	Forward estimate 2016–17 \$'000
EXPENSES					
Employee benefits	57,759	49,849	48,545	46,011	45,737
Suppliers	32,489	32,506	31,633	30,046	30,042
Depreciation and amortisation	4,729	4,802	4,798	4,795	4,788
Write-down and impairment of assets	157	–	–	–	–
Other expenses	2,099	570	570	570	570
Total expenses	97,233	87,727	85,546	81,422	81,137
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	3,409	3,450	3,450	3,450	3,450
Other revenue	215	434	434	434	434
Total own-source revenue	3,624	3,884	3,884	3,884	3,884
Gains					
Sale of assets	2	–	–	–	–
Other gains	306	80	80	80	80
Total gains	308	80	80	80	80
Total own-source income	3,932	3,964	3,964	3,964	3,964
Net cost of (contribution by) services	93,301	83,763	81,582	77,458	77,173
Revenue from government	90,704	78,961	76,784	72,663	72,385
Surplus (deficit)	(2,597)	(4,802)	(4,798)	(4,795)	(4,788)
OTHER COMPREHENSIVE INCOME					
Items not subject to subsequent reclassification to profit or loss					
Changes in asset revaluation surplus	4,147	–	–	–	–
Total other comprehensive income	4,147	–	–	–	–
Total comprehensive income (loss)	1,550	(4,802)	(4,798)	(4,795)	(4,788)
Note: Impact of net cash appropriation arrangements					
	2012–13 \$'000	2013–14 \$'000	2014–15 \$'000	2015–16 \$'000	2016–17 \$'000
Total comprehensive income (loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	6,279	–	–	–	–
Less depreciation/amortisation expenses previously funded through revenue appropriations	4,729	4,802	4,798	4,795	4,788
Total comprehensive income (loss) as per the statement of comprehensive income	1,550	(4,802)	(4,798)	(4,795)	(4,788)

Prepared on Australian Accounting Standards basis.

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

	Actual 2012–13 \$'000	Revised budget 2013–14 \$'000	Forward estimate 2014–15 \$'000	Forward estimate 2015–16 \$'000	Forward estimate 2016–17 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	216	230	230	230	230
Trade and other receivables	68,609	16,799	16,799	16,799	16,799
Total financial assets	68,825	17,029	17,029	17,029	17,029
Non-financial assets					
Land and buildings	8,423	8,423	8,405	8,366	8,311
Property, plant and equipment	6,985	6,985	6,981	6,974	6,963
Intangibles	979	979	979	979	979
Other non-financial assets	197	198	198	198	198
Total non-financial assets	16,584	16,585	16,563	16,517	16,451
Total assets	85,409	33,614	33,592	33,546	33,480
LIABILITIES					
Payables					
Suppliers	4,749	4,678	4,678	4,678	4,678
Other payables	1,653	1,658	1,658	1,658	1,658
Total payables	6,402	6,336	6,336	6,336	6,336
Interest-bearing liabilities					
Other interest-bearing liabilities	777	777	777	777	777
Total interest-bearing liabilities	777	777	777	777	777
Provisions					
Employee provisions	17,645	17,345	17,405	17,967	18,546
Other provisions	4,273	4,273	4,273	4,273	4,273
Total provisions	21,918	21,618	21,678	22,240	22,819
Total liabilities	29,097	28,731	28,791	29,353	29,932
Net assets	56,312	4,883	4,801	4,193	3,548
EQUITY					
Parent entity interest					
Contributed equity	(2,643)	6,677	1,924	1,885	1,838
Reserves	18,479	18,479	18,479	18,479	18,479
Retained surplus (accumulated deficit)	40,476	(20,273)	(15,602)	(16,171)	(16,769)
Total parent entity interest	56,312	4,883	4,801	4,193	3,548
Total equity	56,312	4,883	4,801	4,193	3,548

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity—summary of movement (budget year 2013–14)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2013				
Balance carried forward from previous period	40,476	18,479	(2,643)	56,312
Adjustment for changes in accounting policies	–	–	–	–
Adjusted opening balance	40,476	18,479	(2,643)	56,312
Comprehensive income				
Surplus (deficit) for the period	(4,802)	–	–	(4,802)
Total comprehensive income	(4,802)	–	–	(4,802)
Transactions with owners				
Contributions by owners				
Equity injection—appropriation	–	–	4,000	4,000
Departmental capital budget	–	–	2,677	2,677
Other	(55,947)	–	2,643	(53,304)
Sub-total transactions with owners	(55,947)	–	9,320	(46,627)
Estimated closing balance as at 30 June 2014	(20,273)	18,479	6,677	4,883
Closing balance	(20,273)	18,479	6,677	4,883

Prepared on Australian Accounting Standards basis.

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

	Actual 2012–13 \$'000	Revised budget 2013–14 \$'000	Forward estimate 2014–15 \$'000	Forward estimate 2015–16 \$'000	Forward estimate 2016–17 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	90,412	77,256	75,195	69,730	69,772
Sale of goods and rendering of services	3,596	3,450	3,450	3,450	3,450
Net GST received	2,973	2,979	2,880	2,933	3,183
Other	249	3,068	2,967	514	434
Total cash received	97,230	86,753	84,492	76,627	76,839
Cash used					
Employees	59,202	51,984	51,136	47,983	43,477
Suppliers	31,468	34,185	32,786	28,074	32,792
Other	6,300	570	570	570	570
Total cash used	96,970	86,739	84,492	76,627	76,839
Net cash from (used by) operating activities	260	14	–	–	–
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	2	–	–	–	–
Total cash received	2	–	–	–	–
Cash used					
Purchase of property, plant, equipment and intangibles	647	2,677	1,924	1,911	1,916
Total cash used	647	2,677	1,924	1,911	1,916
Net cash from (used by) investing activities	(645)	(2,677)	(1,924)	(1,911)	(1,916)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	383	2,677	1,924	1,911	1,916
Total cash received	383	2,677	1,924	1,911	1,916
Net cash used by financing activities					
	383	2,677	1,924	1,911	1,916
Net increase (decrease) in cash held	(2)	14	–	–	–
Cash and cash equivalents at the beginning of the reporting period	218	216	230	230	230
Cash and cash equivalents at the end of the reporting period	216	230	230	230	230

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Departmental capital budget statement

	Actual 2012–13 \$'000	Revised budget 2013–14 \$'000	Forward estimate 2014–15 \$'000	Forward estimate 2015–16 \$'000	Forward estimate 2016–17 \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget—Act No. 1 (DCB)	383	2,677	1,924	1,911	1,916
Equity injections—Act No. 2	–	4,000	–	–	–
Total new capital appropriations	383	6,677	1,924	1,911	1,916
Provided for:					
Purchase of non-financial assets	383	2,677	1,924	1,911	1,916
Other items	–	4,000	–	–	–
Total items	383	6,677	1,924	1,911	1,916
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations ¹	–	4,000	–	–	–
Funded by capital appropriation—DCB ²	527	2,677	1,924	1,911	1,916
Total amount spent	527	6,677	1,924	1,911	1,916
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	647	2,677	1,924	1,911	1,916
Total cash used to acquire assets	647	2,677	1,924	1,911	1,916

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 No. 2 and Bills Nos. 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 (2013–14)

	Buildings \$'000	Other property, plant & equipment \$'000	Computer software & intangibles \$'000	Total \$'000
As at 1 July 2013				
Gross book value	8,982	8,360	2,955	20,297
Accumulated depreciation/ amortisation and impairment	–	(233)	(1,552)	(1,785)
Opening net book balance	8,982	8,127	1,403	18,512
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase—appropriation ordinary annual services ¹	2,188	472	17	2,677
Total additions	2,188	472	17	2,677
OTHER MOVEMENTS				
Depreciation/amortisation expense	(2,747)	(1,614)	(441)	(4,802)
Other	(2,778)	(602)	(22)	(3,402)
Total other movements	(5,525)	(2,216)	(463)	(8,204)
As at 30 June 2014				
Gross book value	8,392	8,230	2,950	19,572
Accumulated depreciation/ amortisation and impairment	31	(1,245)	(1,971)	(3,185)
Closing net book balance	8,423	6,985	979	16,387

Prepared on Australian Accounting Standards basis.

1. 'Appropriation ordinary annual services' refers to funding provided through Appropriation Act (No. 1) 2013–14 and Appropriation Bill (No. 3) 2013–14 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 line items (available at www.cdpp.gov.au/Publications/AnnualReports).

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.