

DEPARTMENT OF IMMIGRATION AND BORDER PROTECTION

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

DIBP's mission is to protect Australia's border and manage the movement of people and goods across it. As Australia's trusted global gateway, DIBP seeks to contribute to an Australia that is globally competitive, cohesive and secure. Our overarching purposes are to protect Australia, promote responsive migration, and advance trade and revenue.

In a world that is increasingly interconnected by technology, communications and people, Australia's border is a significant national security and economic asset. DIBP protects and manages the Australian border through the delivery of streamlined and effective processes that support the seamless and legal movement of people and goods into and out of Australia and enhance trade and migration.

The strategic environment in which DIBP operates is constantly evolving, with continually increasing volumes of people and goods crossing the border, and rapid advances in technology. This presents dynamic opportunities and risks to DIBP's operating model. To meet the challenges of an increasingly complex border environment, we will continue to invest in modernisation through increased automation, harnessing new digital technologies, enhanced data collection and analytics and the professionalisation of our staff.

In 2017-18 DIBP will achieve its strategic objectives through a comprehensive suite of strategic and operational measures encompassing border security and protection, migration and trade. We will continue to uphold Australia's sovereignty as we work across land and maritime domains to protect our border, and pursue collaborative relationships with domestic and international partners and industry to maximise immigration and border protection capability. DIBP's contribution to the successful delivery of whole-of-government priorities will mean a transition to digital processes, a focus on new and innovative ways to deliver policies and programmes, and a commitment to supporting regional Australia and the national economy.

DIBP will also seek to provide a seamless trade and traveller experience and concentrate our compliance and enforcement efforts where they are most required. We will protect and secure Australia, with an ABF that is ready and able to prevent the entry of those who pose a security threat and remove those who don't respect our laws and values. The ABF's ability to adapt and respond quickly will continue to be sustained through investment in specialised training and equipment. DIBP's holistic compliance approach will foster and enable a high level of voluntary compliance across migration, travel and trade, while dealing effectively with those who do not comply or seek to harm the Australian community. Our ability to identify those who

do not have good intentions will be enhanced over the coming years through the Government's investment in improved biometric capabilities for the Department.

DIBP's cooperative partnerships will ensure it is able to influence bilateral, regional and global agendas to facilitate cooperative agreements based on mutual recognition. This will deliver better access to international markets and allow an enhanced understanding of risks and threats. We will look to identify new threats that emerge in the context of increasingly complex supply chains, and will seek to develop comprehensive trade solutions.

DIBP will work with its regional partners to ensure the security of Australia's maritime border is safeguarded, and continue to prevent the unauthorised movement of people across the border. Vigilance in combatting people smugglers will remain a priority. DIBP will further contribute to a socially cohesive, safe and secure Australia through the refusal or cancellation of visas for non-citizens on character grounds. This mandate allows DIBP to act in the national interest and protect the community by seeking to confirm that those who cross our borders are law-abiding and genuinely seek to contribute to Australian society. The Government has agreed to enhance the requirements for people to become Australian Citizens, ensuring that migrants have the knowledge necessary to achieve strong migration outcomes. The 2017-18 Budget also brings into effect the Coalition's election commitment to introduce a new temporary sponsored parent visa, which provides for a stay of up to five years at a time (with a total cumulative stay period of ten years) in Australia. This new visa has been designed to allow families to reunite while ensuring that those visiting do not place a burden on Australian taxpayers.

DIBP will continue to deliver a balanced migration program, within the program ceiling that facilitates the legitimate movement and stay of people to support the economy and contribute to a cohesive Australian society. Changes to the settings for temporary and permanent migration will ensure that the programs continue to complement Australia's workforce, support the development of regional and rural areas and grow Australian businesses. These changes include the abolition of the 457 visa and replacement with the new temporary skill shortage visa, supported by the new *Skilling Australians Fund levy - introduction* measure to address national skill priorities.

We will contribute to the sustainable global management of refugees and displaced populations through the delivery of a humanitarian program which mitigates risks and supports successful integration and settlement of refugees in Australia. The Department will introduce a Community Support Programme, which follows the success of a pilot which has run over a number of years. This Programme provides 1,000 places within the Humanitarian Programme to sponsored refugees. Similar programs internationally have led to strong settlement outcomes for refugees through greater interaction with communities. The Humanitarian Programme for the 2017-18 year will be 16,250 places, an increase from the 2016-17 programme of 13,750 places.

DIBP will manage the collection of visa fees and customs duties to maximise revenue to the Government and minimise the regulatory burden of border protection on Australian businesses in line with the deregulation agenda. We will undertake reform within our visa programme to make it simpler for migrants to understand and more

cost effective for us to administer. These measures support the creation of Australian jobs, support regional Australia and local industry while enhancing the nation's global competitiveness for travellers, students, business and skilled migrants.

1.2 ENTITY RESOURCE STATEMENT

Table 1.1 shows the total funding from all sources available to the entity for its operations and to deliver programs and services on behalf of the Government.

The table summarises how resources will be applied by outcome (government strategic policy objectives) and by administered (on behalf of the Government or the public) and departmental (for the entity's operations) classification.

For more detailed information on special accounts and special appropriations, please refer to *Budget Paper No. 4 - Agency Resourcing*.

Information in this table is presented on a resourcing (that is, appropriations/cash available) basis, whilst the 'Budgeted expenses by Outcome' tables in Section 2 and the financial statements in Section 3 are presented on an accrual basis.

Table 1.1: DIBP resource statement — Budget estimates for 2017-18 as at Budget May 2017

| | 2016-17 <i>Estimated actual</i> \$'000 | 2017-18 Estimate \$'000 |
|---|--|-------------------------------|
| Departmental | | |
| Annual appropriations - ordinary annual services ^a | | |
| Prior year appropriations available ^b | 377,725 | 261,500 |
| Departmental appropriation ^c | 2,412,468 | 2,426,073 |
| s 74 retained revenue receipts ^d | 177,421 | 174,999 |
| Departmental capital budget ^e | 120,519 | 114,636 |
| Annual appropriations - other services - non-operating ^f | | |
| Prior year appropriations available ^b | 145,471 | 127,570 |
| Equity injections ^g | 183,860 | 170,522 |
| <i>Total departmental annual appropriations</i> | 3,417,464 | 3,275,300 |
| Total departmental resourcing | 3,417,464 | 3,275,300 |
| Administered | | |
| Annual appropriations - ordinary annual services ^a | | |
| Prior year appropriations available ^b | 1,001,153 | 927,703 |
| Outcome 1 | 2,199,283 | 1,480,775 |
| Outcome 2 | 51,550 | 32,769 |
| Outcome 3 | - | - |
| Administered capital budget ^h | 18,856 | 19,272 |
| Annual appropriations - other services - non-operating ^f | | |
| Prior year appropriations available ^b | 354,664 | 187,208 |
| Administered assets and liabilities | 124,374 | 5,590 |
| <i>Total administered annual appropriations</i> | 3,749,880 | 2,653,317 |
| <i>Total administered special appropriationsⁱ</i> | 420,000 | 420,000 |
| Total administered resourcing | 4,169,880 | 3,073,317 |
| Total resourcing for agency DIBP | 7,587,344 | 6,348,617 |
| | 2016-17 | 2017-18 |
| Average staffing level (number) | 14,000 | 13,755 |

Prepared on a resourcing (that is, appropriations available) basis.

All figures shown above are GST exclusive – these may not match figures in the cash flow statement.

- a. Appropriation Bill (No.1) 2017-18.
- b. Estimated adjusted balance carried from previous year for annual appropriations.
- c. Excludes departmental capital budget (DCB). Differs from "Revenue from Government" as represented in DIBP's Comprehensive Income Statement shown at Table 3.1 due to the timing of revenue recognition.
- d. Estimated retained revenue receipts under section 74 of the *PGPA Act*.
- e. Departmental capital budgets are not separately identified in Appropriation Bill (No.1) and form part of ordinary annual services items. Please refer to Table 3.5 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.
- f. Appropriation Bill (No.2) 2017-18.
- g. Equity injections represent capital funding for new Government measures.
- h. Administered capital budgets are not separately identified in Appropriation Bill (No. 1) and form part of ordinary annual services items. Please refer to Table 3.10 for further details. For accounting purposes, this amount is designated as a 'contribution by owner'.
- i. Excludes 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), Services for Other Government and Non-agency Bodies accounts (SOG) or Services for Other Entities and Trust Monies accounts (SOETM). For further information on special appropriations and special accounts, please refer to Budget Paper No. 4 - Agency Resourcing. Please also see tables in Section 2 for further information on outcome and program expenses broken down by various funding sources, e.g. annual appropriations, special appropriations and special accounts.

The *Australian Population, Multicultural and Immigration Research Program Special Account* was repealed in the 2016-17 financial year.

1.3 BUDGET MEASURES

Budget measures in Part 1 relating to DIBP are detailed in Budget Paper No. 2 under the Immigration and Border Protection portfolio and are summarised below.

Table 1.2: DIBP 2017-18 Budget measures
Part 1: Measures announced since the 2016-17 Mid-Year Economic and Fiscal Outlook (MYEFO)

| | Program | 2016-17 \$'000 | 2017-18 \$'000 | 2018-19 \$'000 | 2019-20 \$'000 | 2020-21 \$'000 |
|--|---------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Revenue measures | | | | | | |
| Advanced Manufacturing Fund | 3.1 | | | | | |
| Administered revenues | | (1,500) | (3,000) | (3,000) | (3,000) | (3,000) |
| Departmental revenues | | - | - | - | - | - |
| Total | | (1,500) | (3,000) | (3,000) | (3,000) | (3,000) |
| Aligning the tax treatment of roll your own tobacco and cigarettes | 3.1 | | | | | |
| Administered revenues | | - | 30,000 | 70,000 | 110,000 | 150,000 |
| Departmental revenues | | - | - | - | - | - |
| Total | | - | 30,000 | 70,000 | 110,000 | 150,000 |
| Better targeting skilled visas | 2.3,3.1 | | | | | |
| Administered revenues | | 25,000 | 1,100 | 39,700 | 54,800 | (16,000) |
| Departmental revenues | | - | - | - | - | - |
| Total | | 25,000 | 1,100 | 39,700 | 54,800 | (16,000) |
| Community Support Programme - establishment | 2.3 | | | | | |
| Administered revenues | | - | 6,000 | 6,000 | 6,000 | 6,000 |
| Departmental revenues | | - | - | - | - | - |
| Total | | - | 6,000 | 6,000 | 6,000 | 6,000 |
| Indexation of visa application charges | 2.3 | | | | | |
| Administered revenues | | - | 35,000 | 70,000 | 125,000 | 180,000 |
| Departmental revenues | | - | - | - | - | - |
| Total | | - | 35,000 | 70,000 | 125,000 | 180,000 |
| Indonesia-Australia Comprehensive Economic Partnership Agreement - Elimination of tariffs on pesticides and herbicides | 3.1 | | | | | |
| Administered revenues | | .. | (1,200) | (1,200) | (600) | - |
| Departmental revenues | | - | - | - | - | - |
| Total | | .. | (1,200) | (1,200) | (600) | - |
| Skilling Australians Fund levy - introduction | 2.3 | | | | | |
| Administered revenues | | - | 90,000 | 360,000 | 390,000 | 370,000 |
| Departmental revenues | | - | - | - | - | - |
| Total | | - | 90,000 | 360,000 | 390,000 | 370,000 |
| Strengthening Australian Citizenship Arrangements | 2.3 | | | | | |
| Administered revenues | | - | (2,081) | (1,523) | (1,487) | (1,462) |
| Departmental revenues | | - | - | - | - | - |
| Total | | - | (2,081) | (1,523) | (1,487) | (1,462) |

Part 1: Measures announced since the 2016-17 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

| | Program | 2016-17 \$'000 | 2017-18 \$'000 | 2018-19 \$'000 | 2019-20 \$'000 | 2020-21 \$'000 |
|--|---------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Temporary sponsored parent visa - establishment | 2.3,3.1 | | | | | |
| Administered revenues | | - | 5,000 | 25,100 | 30,600 | 31,900 |
| Departmental revenues | | - | - | - | - | - |
| Total | | - | 5,000 | 25,100 | 30,600 | 31,900 |
| Total revenue measures | | | | | | |
| Administered | | 23,500 | 160,819 | 565,077 | 711,313 | 717,438 |
| Departmental | | - | - | - | - | - |
| Total | | 23,500 | 160,819 | 565,077 | 711,313 | 717,438 |
| Expense measures | | | | | | |
| Better targeting skilled visas | 2.3 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | 3,288 | (1,250) | (323) | (8,107) |
| Total | | - | 3,288 | (1,250) | (323) | (8,107) |
| Cape Class Patrol Boats - efficiencies | 1.1 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | (2,700) | - | - | - | - |
| Total | | (2,700) | - | - | - | - |
| Commonwealth Redress Scheme for Survivors of Institutional Child Sexual Abuse | 1.3 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | (2,840) | nfp | nfp | nfp |
| Total | | - | (2,840) | nfp | nfp | nfp |
| Community Support Programme - establishment | 2.4 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | 367 | 298 | 298 | 300 |
| Total | | - | 367 | 298 | 298 | 300 |
| Gold Coast 2018 Commonwealth Games - additional Australian Government support ^a | 2.3 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | - | - | - | - |
| Total | | - | - | - | - | - |
| Immigration Reform - changes to Australia's visa processing arrangements | 2.2-2.4 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | 83,170 | 77,968 | 48,747 | (89,921) |
| Total | | - | 83,170 | 77,968 | 48,747 | (89,921) |
| Managing Asylum Seekers in Regional Processing Centres - continuation | 1.4 | | | | | |
| Administered expenses | | - | 19,018 | - | - | - |
| Departmental expenses | | - | 2,224 | - | - | - |
| Total | | - | 21,242 | - | - | - |

Part 1: Measures announced since the 2016-17 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

| | Program | 2016-17 \$'000 | 2017-18 \$'000 | 2018-19 \$'000 | 2019-20 \$'000 | 2020-21 \$'000 |
|--|---------|-------------------|-------------------|-------------------|-------------------|-------------------|
| National Emissions Standards for Non-Road Spark Ignition Engines and Equipment - cost recovery | 3.2 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | 20 | 20 | 20 | 20 |
| Total | | - | 20 | 20 | 20 | 20 |
| Overseas Allowances for Australian Government Employees - efficiencies | 2.2,2.3 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | (419) | (1,095) | (1,709) | (2,099) |
| Total | | - | (419) | (1,095) | (1,709) | (2,099) |
| Public Service Modernisation Fund - transformation and innovation stream ^b | All | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | - | - | - | - |
| Total | | - | - | - | - | - |
| Regional Cooperation Arrangements - continuation | 1.5 | | | | | |
| Administered expenses | | - | 52,647 | - | - | - |
| Departmental expenses | | - | - | - | - | - |
| Total | | - | 52,647 | - | - | - |
| Resolving the Onshore Illegal Maritime Arrival Legacy Caseload | 1.3 | | | | | |
| Administered expenses | | - | (57,775) | (37,656) | (7,354) | (39,940) |
| Departmental expenses | | - | 11,997 | 14,630 | 24,643 | 14,805 |
| Total | | - | (45,778) | (23,026) | 17,289 | (25,135) |
| Skilling Australians Fund levy - introduction | 2.3 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | 274 | - | - | - |
| Total | | - | 274 | - | - | - |
| Strengthening Australian Citizenship Arrangements | 2.1 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | 1,408 | (3,219) | (3,182) | (3,158) |
| Total | | - | 1,408 | (3,219) | (3,182) | (3,158) |
| Temporary sponsored parent visa - establishment ^c | 2.3 | | | | | |
| Administered expenses | | - | - | - | - | - |
| Departmental expenses | | - | - | - | - | - |
| Total | | - | - | - | - | - |
| Total expense measures | | | | | | |
| Administered | | - | 13,890 | (37,656) | (7,354) | (39,940) |
| Departmental | | (2,700) | 99,489 | 87,352 | 68,494 | (88,160) |
| Total | | (2,700) | 113,379 | 49,696 | 61,140 | (128,100) |

Part 1: Measures announced since the 2016-17 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

| | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|--|---------|---------|---------------|---------------|---------------|--------------|
| | Program | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Capital measures | | | | | | |
| Better targeting skilled visas | 2.3 | | | | | |
| Administered capital | | - | - | - | - | - |
| Departmental capital | | - | 4,968 | - | - | - |
| Total | | - | 4,968 | - | - | - |
| Immigration Reform - changes to Australia's visa processing arrangements | 2.2-2.4 | | | | | |
| Administered capital | | - | - | - | - | - |
| Departmental capital | | - | 30,584 | 18,007 | 10,059 | 6,660 |
| Total | | - | 30,584 | 18,007 | 10,059 | 6,660 |
| National Emissions Standards for Non-Road Spark Ignition Engines and Equipment - cost recovery | 3.2 | | | | | |
| Administered capital | | - | - | - | - | - |
| Departmental capital | | - | 28 | - | - | - |
| Total | | - | 28 | - | - | - |
| Skilling Australians Fund levy - introduction | 2.3 | | | | | |
| Administered capital | | - | - | - | - | - |
| Departmental capital | | - | 964 | - | - | - |
| Total | | - | 964 | - | - | - |
| Strengthening Australian Citizenship Arrangements | 2.1 | | | | | |
| Administered capital | | - | - | - | - | - |
| Departmental capital | | - | 1,598 | - | - | - |
| Total | | - | 1,598 | - | - | - |
| Temporary sponsored parent visa - establishment ^c | 2.3 | | | | | |
| Administered capital | | - | - | - | - | - |
| Departmental capital | | - | - | - | - | - |
| Total | | - | - | - | - | - |
| Total capital measures | | | | | | |
| Administered | | - | - | - | - | - |
| Departmental | | - | 38,142 | 18,007 | 10,059 | 6,660 |
| Total | | - | 38,142 | 18,007 | 10,059 | 6,660 |
| Decisions taken but not yet announced | | | | | | |

Prepared on a Government Finance Statistics (fiscal) basis. Figures displayed as a negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

a. DIBP will absorb the cost of this measure (\$0.6 million in 2017-18).

b. Funding of \$0.7 million in 2019-20 for this measure has already been provided for by the Government.

c. DIBP will absorb the cost of this measure (\$14.6 million over five years from 2016-17).