

Portfolio Additional Estimates Statements 2017–18

Home Affairs Portfolio

Explanations of Additional Estimates 2017–18

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**THE HON PETER DUTTON MP
MINISTER FOR HOME AFFAIRS
MINISTER FOR IMMIGRATION
AND BORDER PROTECTION**

President of the Senate
Australian Senate
Parliament House
CANBERRA ACT 2600

Speaker
House of Representatives
Parliament House
CANBERRA ACT 2600

Dear Mr President
Dear Mr Speaker

I hereby submit Portfolio Additional Estimates Statements in support of the 2017-18 Additional Estimates for the Home Affairs portfolio.

These statements have been developed, and are submitted to the Parliament, as a statement on the funding requirements being sought for the portfolio.

I present these statements by virtue of my ministerial responsibility for accountability to the Parliament and, through it, the public.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Peter Dutton'.

The Hon Peter Dutton MP
Minister for Home Affairs
Minister for Immigration and Border Protection

ABBREVIATIONS AND CONVENTIONS

The following notations may be used:

NEC/nec	not elsewhere classified
-	nil
..	not zero, but rounded to zero
na	not applicable (unless otherwise specified)
nfp	not for publication
\$m	\$ million

Figures in tables and in the text may be rounded. Figures in text are generally rounded to one decimal place, whereas figures in tables are generally rounded to the nearest thousand. Discrepancies in tables between totals and sums of components are due to rounding.

Enquiries

Should you have any enquiries regarding this publication please contact the Chief Finance Officer in the Department of Home Affairs on (02) 02 6264 1111.

Links to Portfolio Budget Statements (including Portfolio Additional Estimates Statements and Portfolio Supplementary Additional Estimates Statements) can be located on the Australian Government Budget website at www.budget.gov.au.

**USER GUIDE
TO THE
PORTFOLIO ADDITIONAL
ESTIMATE STATEMENTS**

USER GUIDE

The purpose of the 2017–18 Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements (PB Statements), is to inform Senators and Members of Parliament of the proposed allocation of resources to government outcomes by entities within the portfolio. The focus of the PAES differs from the PB Statements in one important aspect. While the PAES include an Entity Resource Statement to inform Parliament of the revised estimate of the total resources available to an entity, the focus of the PAES is on explaining the changes in resourcing by outcome(s) since the Budget. As such, the PAES provides information on new measures and their impact on the financial and/or non-financial planned performance of programs supporting those outcomes.

The PAES facilitate understanding of the proposed appropriations in Appropriation Bills (Nos. 3 and 4) and Appropriation (Parliamentary Departments) Bill (No. 2) 2017–2018. In this sense, the PAES is declared by the Additional Estimates Appropriation Bills to be a ‘relevant document’ to the interpretation of the Bills according to section 15AB of the *Acts Interpretation Act 1901*.

Whereas the 2017–18 Mid-Year Economic and Fiscal Outlook (MYEFO) is a mid-year budget report which provides updated information to allow the assessment of the government’s fiscal performance against its fiscal strategy, the PAES update the most recent budget appropriations for entities within the portfolio.

References throughout this document to the 2017-18 PB Statements contained in the sections relating to the Department of Home Affairs refer to the statements of the former Department of Immigration and Border Protection (DIBP).

References to the 2017–18 PB Statements contained in the sections relating to the Australian Criminal Intelligence Commission (ACIC), the Australian Federal Police (AFP) and the Australian Transaction Reports and Analysis Centre (AUSTRAC) refer to the statements of the Attorney General’s Department (AGD).

The Australian Institute of Criminology (AIC) will not receive additional appropriations in the 2017-18 Appropriation Bills No. 3 or No. 4 and as such is not required to publish the PAES.

Structure of the Portfolio Additional Estimates Statements

The PAES are presented in three parts with subsections.

User guide

Provides a brief introduction explaining the purpose of the PAES.

Portfolio overview

Provides an overview of the portfolio, including a chart that outlines the outcomes for entities in the portfolio.

Entity Additional Estimates Statements

A statement (under the name of the entity) for each entity affected by Additional Estimates.

Section 1: Entity overview and resources

This section details the changes in total resources available to an entity, the impact of any measures since Budget, and impact of Appropriation Bills Nos. 3 and 4.

Section 2: Revisions to outcomes and planned performance

This section details **changes** to government outcomes and/or **changes** to the planned performance of entity programs.

Section 3: Special account flows and budgeted financial statements

This section contains updated explanatory tables on special account flows and staffing levels and revisions to the budgeted financial statements.

Portfolio glossary

Explains key terms relevant to the portfolio.

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PORTFOLIO OVERVIEW

PORTFOLIO OVERVIEW

Ministers and portfolio responsibilities

On 20 December 2017, new Ministers were appointed and the Home Affairs portfolio was established. The portfolio has four Ministers: the Hon Peter Dutton MP, Minister for Home Affairs and Minister for Immigration and Border Protection; the Hon Alan Tudge MP, Minister for Citizenship and Multicultural Affairs; the Hon Angus Taylor MP, Minister for Law Enforcement and Cybersecurity; and the Hon Alex Hawke MP, Assistant Minister for Home Affairs.

Department of Home Affairs and operational agencies

The Department of Home Affairs (Department) provides central coordinated strategy and policy leadership for Australia's national and transport security, federal law enforcement; criminal justice; border, immigration, citizenship, and multicultural affairs; emergency management and trade-related functions.

The Department includes the entirety of the former DIBP and functions from:

- AGD relating to national security, law enforcement, emergency management and criminal justice;
- the former Department of Infrastructure and Regional Development (DIRD), the Office of Transport Security (OTS);
- the Department of Social Services (DSS) relating to multicultural affairs; and
- the Department of the Prime Minister and Cabinet (PM&C) relating to counter-terrorism coordination and cyber security policy.

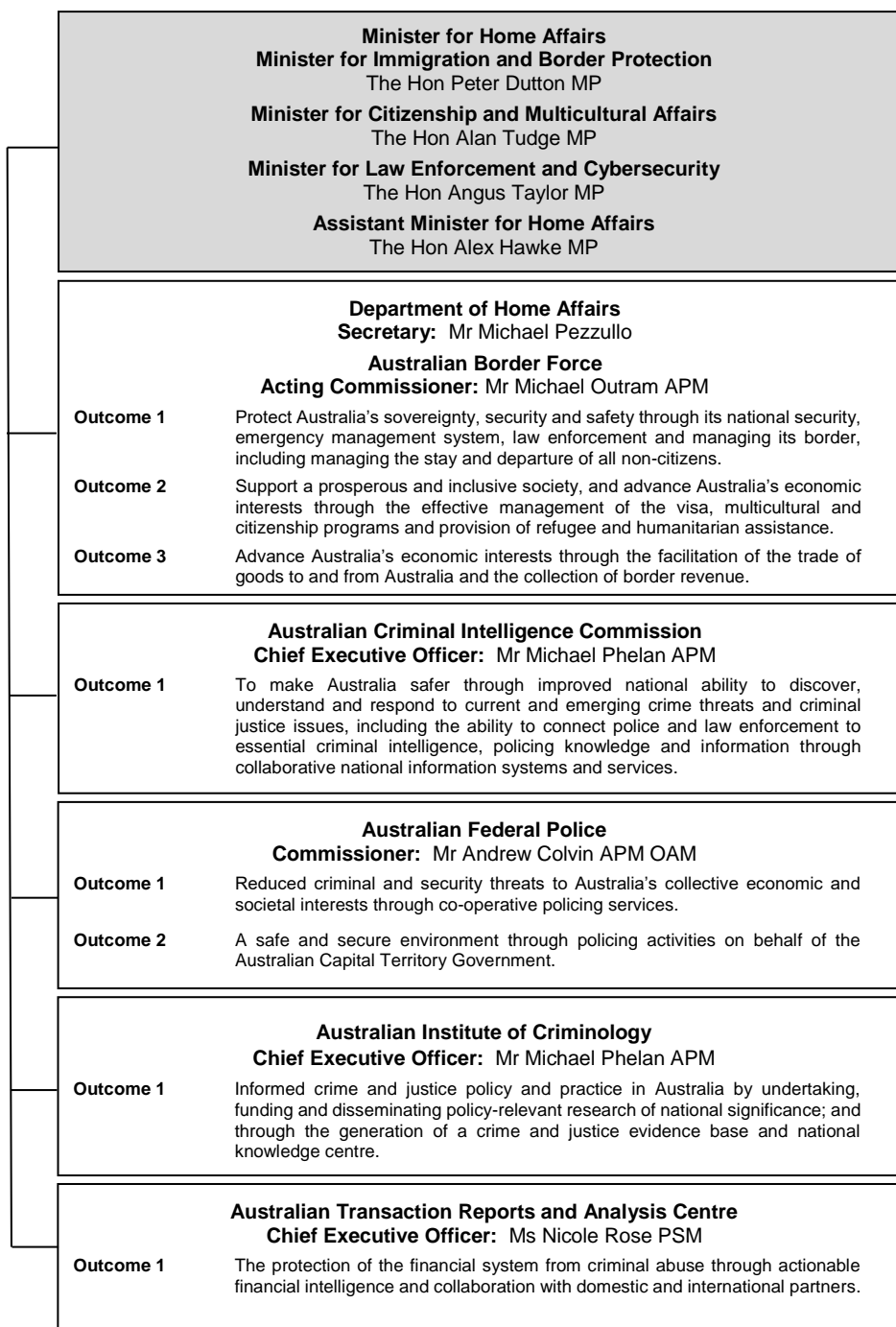
Operational agencies and bodies in the portfolio are:

- the Australian Border Force (ABF);
- the Australian Criminal Intelligence Commission (ACIC);
- the Australian Federal Police (AFP);
- the Australian Institute of Criminology (AIC); and
- the Australian Transaction Reports and Analysis Centre (AUSTRAC).

It is anticipated that the Australian Security Intelligence Organisation (ASIO) will transfer into the portfolio following the passage of required legislation in 2018.

Figure 1 sets out the structure of the portfolio and the outcome statements for each entity.

Figure 1: Home Affairs portfolio structure and outcomes



DEPARTMENT OF HOME AFFAIRS

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DEPARTMENT OF HOME AFFAIRS

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

In July 2017, the Prime Minister announced significant reforms to Australia's national security arrangements. These commenced on 20 December 2017, with the appointment of new Ministers and the establishment of the portfolio and the Department.

The portfolio brings together Australia's federal law enforcement, national and transport security, criminal justice, emergency management, multicultural affairs and immigration and border-related functions. The portfolio is central to the Australian Government's response to terrorism, cyber threats, child exploitation, and serious and organised crime.

The portfolio comprises the Department and the following agencies and/or operationally independent bodies: ACIC, AFP, AIC, AUSTRAC and ABF. It is anticipated that ASIO will transfer into the portfolio following the passage of required legislation in 2018.

As Australia's trusted global gateway, the new Department will continue 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.

Delivering against current and future priorities will require a focus on new and innovative ways to deliver policies and programs, whilst responding to emerging threats. The Department will deliver an enhanced and coordinated approach to national and transport security, immigration and citizenship, Commonwealth law enforcement, counter-terrorism, emergency management and the protection of critical infrastructure. This approach will focus on policy development including legislation and other measures; strategy including national coordination; and planning including capability assessment and resourcing to support portfolio agencies. This will involve a new approach to strategic policy development and planning, in support of the Minister for Home Affairs and Portfolio Ministers.

1.2 ENTITY RESOURCE STATEMENT

The entity resource statement details the resourcing for the Department at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2017-18 Budget year, including variations through Appropriation Bills No. 3 and No. 4 and special appropriations.

Table 1.1: Entity resource statement—additional estimates for 2017–18 as at Additional Estimates February 2018

	<i>Actual available appropriation</i>	<i>Estimate as at Budget</i>	<i>Proposed Additional Estimates</i>	<i>Total estimate at Additional Estimates</i>
	<i>2016–17 \$'000</i>	<i>2017–18 \$'000</i>	<i>2017–18 \$'000</i>	<i>2017–18 \$'000</i>
Departmental				
Annual appropriations—ordinary annual services (a)				
Prior year appropriations available (b)	378,325	261,500	—	261,500
Departmental appropriation (c)	2,409,768	2,426,073	64,240	2,490,313
s 75 transfer from entities (c)	—	—	35,440	35,440
s 74 retained revenue receipts (d)	155,054	174,999	10,582	185,581
Departmental capital budget (e)	120,519	114,636	—	114,636
s 75 transfer from AGD (e)	—	—	6,663	6,663
Annual appropriations—other services—non-operating (f)				
Prior year appropriations available (b)	144,871	127,570	—	127,570
Equity injection (g)	183,860	170,522	1,078	171,600
Total departmental annual appropriations	3,392,397	3,275,300	118,003	3,393,303
Total departmental resourcing	3,392,397	3,275,300	118,003	3,393,303
Administered				
Annual appropriations—ordinary annual services (a)				
Prior year appropriations available (b)	1,001,153	927,703	—	927,703
Outcome 1	2,054,899	1,480,775	504,498	1,985,273
Outcome 2	51,550	32,769	—	32,769
Outcome 3	—	—	—	—
Section 75 transfer from entities	—	—	27,629	27,629
Administered capital budget (h)	18,856	19,272	7,398	26,670
Annual appropriations—other services—non-operating (f)				
Prior year appropriations available (b)	354,664	187,208	—	187,208
Administered assets and liabilities	124,374	5,590	294	5,884
—specific payments to States, ACT, NT and local government (i)	—	—	—	—
s 75 transfer from AGD	—	—	1,432	1,432
Total administered annual appropriations	3,605,496	2,653,317	541,251	3,194,568
Total administered special appropriations (j)	662,722	420,000	2,035	422,035
Total administered resourcing	4,268,218	3,073,317	543,286	3,616,603
Total resourcing for the Department	7,660,615	6,348,617	661,289	7,009,906
			<i>Actual 2016-17</i>	<i>2017-18</i>
Average staffing level (number)			13,972	14,240

Prepared on a resourcing (i.e. appropriations available) basis.

Please note:

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

The 2017–18 ASL includes indicative ASL transfers from entities due to MoG changes. The final ASL transfers are expected to be settled in the 2018–19 Budget context.

The Department has received \$51.1 million (AGD), \$17.0 million (former DIRD), \$1.2 million (DSS) and \$1.9 million (PM&C) under an interim section 75 determination. The final section 75 determination will be reflected in the 2018–19 PB Statements.

Department of Home Affairs Additional Estimates Statements

- (a) *Appropriation Act (No. 1) 2017–2018 and Appropriation Bill (No. 3) 2017–2018.*
- (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 the Department'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 *Public Governance, Performance and Accountability Act 2013* (PGPA Act). From 2017–18 PAES, the reporting of section 74 receipts has been changed to the reporting of external revenue instead of section 74 cash receipts.
- (e) DCB 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'. \$6.7 million relates to interim section 75 transfer from AGD.
- (f) *Appropriation Act (No.2) 2017–18, Appropriation Act (No.4) 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) Relates to appropriations for payments to the states transferred from AGD through interim section 75 determination. The funding is provided for grants to non-government schools under the Schools Security Programme.
- (j) 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 moneys accounts (SOETM).

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

1.3 ENTITY MEASURES

Table 1.2 summarises new government measures taken since the 2017–18 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Entity 2017–18 measures since Budget

	Program impacted	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Revenue measures						
Emerging International Airports	1.2					
Administered		—	—	—	—	—
Departmental		—	7,543	—	—	—
Total		—	7,543	—	—	—
Non-Citizens Held in Immigration Detention Under Criminal Justice Stay Certificates—cost recovery	1.3					
Administered		—	—	2,169	4,338	4,338
Departmental		—	—	—	—	—
Total		—	—	2,169	4,338	4,338
Pacific Agreement on Closer Economic Relations Plus (PACER Plus)	3.1					
Administered		—
Departmental		—	—	—	—	—
Total		—
Pacific Labour Scheme	2.3					
Administered		—	—	600	700	800
Departmental		—	—	—	—	—
Total		—	—	600	700	800
Seasonal Worker Programme —improving take-up and streamlining administration	2.3					
Administered		—	—	1,100	1,200	1,300
Departmental		—	—	—	—	—
Total		—	—	1,100	1,200	1,300
Total revenue measures						
Administered		—	—	3,869	6,238	6,438
Departmental		—	7,543	—	—	—
Total		—	7,543	3,869	6,238	6,438

Table 1.2: Entity 2017–18 measures since Budget (continued)

	Program impacted	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Expense measures						
Australian Domestic Gas Security Mechanism—implementation	1.2					
Administered		—	—	—	—	—
Departmental		—	150	50	50	50
Total		—	150	50	50	50
Australian Victims of Terrorism—overseas payment	1.7					
Administered		—	2,035	700	420	—
Departmental		—	—	—	—	—
Total		—	2,035	700	420	—
Confiscated Assets Account (a)	1.7					
Administered		—	805	195	—	—
Departmental		—	—	—	—	—
Total		—	805	195	—	—
Disaster Relief	1.10					
Administered		—	—	—	—	—
Departmental		—	—	—	—	—
Total		—	—	—	—	—
Emerging International Airports	1.2					
Administered		—	—	—	—	—
Departmental		—	9,833	13,887	13,941	14,048
Total		—	9,833	13,887	13,941	14,048
Managing Refugees and Asylum Seekers Offshore—continuation	1.4					
Administered		—	22,351	—	—	—
Departmental		—	2,719	—	—	—
Total		—	25,070	—	—	—
National Security Public Information Campaign (b)	1.7					
Administered		—	2,645	—	—	—
Departmental		—	—	—	—	—
Total		—	2,645	—	—	—

Table 1.2: Entity 2017–18 measures since Budget (continued)

	Program impacted	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Pacific Labour Scheme	1.1,2,3					
Administered		–	–	–	–	–
Departmental		–	1,544	1,370	1,589	1,823
Total		–	1,544	1,370	1,589	1,823
Seasonal Worker						
Programme—improving take-up and streamlining administration	2.3					
Administered		–	–	–	–	–
Departmental		–	806	449	323	317
Total		–	806	449	323	317
Total expense measures						
Administered		–	27,836	895	420	–
Departmental		–	15,052	15,756	15,903	16,238
Total		–	42,888	16,651	16,323	16,238
Capital measures						
Emerging International Airports	1.2					
Administered		–	–	–	–	–
Departmental		–	7,028	–	–	–
Total		–	7,028	–	–	–
Pacific Labour Scheme	2.3					
Administered		–	–	–	–	–
Departmental		–	761	–	–	–
Total		–	761	–	–	–
Seasonal Worker						
Programme—improving take-up and streamlining administration	2.3					
Administered		–	–	–	–	–
Departmental		–	317	–	–	–
Total		–	317	–	–	–
Total capital measures						
Administered		–	–	–	–	–
Departmental		–	8,106	–	–	–
Total		–	8,106	–	–	–
Decisions taken but not yet announced		–	–	–	–	–

Prepared on a Government Financial Statistics (fiscal) basis.

The full measure description and package details appear in the 2017–18 MYEFO under the Home Affairs portfolio.

(a) The funding will be transferred from AGD once the special account has been established in the Department.

(b) The amount has been split based on the costs incurred by AGD and the costs expected to be incurred by the Department. As such, the amount differs to that published in the 2017–18 MYEFO.

1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

Table 1.3 shows changes to the resourcing for the Department at Additional Estimates, by outcome. The table details the additional estimates resulting from variations since the 2017–18 Budget in Appropriation Bills Nos. 3 and 4 or through other factors, including Machinery of Government (MoG) changes.

Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget

	Program impacted	2017–18 \$'000	2018–19 \$'000	2019–20 \$'000	2020–21 \$'000
Outcome 1					
Administered					
Annual appropriations					
Other					
Movement of funds—capital works at the Brisbane ITA facility	1.3	7,135	—	—	—
Movement of funds—processing applications relating to the legacy caseload	1.3	3,577	3,921	12,502	—
Changes in price and wage indices	All	—	67	49	60
International Settlement Strategy	1.4	473,809	—	—	—
s 75 and forward year (FEs)—transfer from the former DIRD	1.6	332	997	1,013	1,030
Additional Estimates (AEs)—transfer from AGD (a)	1.7	2,454	—	2,472	—
s 75 and FEs transfer from AGD	1.7	28,646	61,814	49,735	44,724
Special appropriation FEs transfer from AGD—Australian Victims of Terrorism—overseas payment	1.7	—	1,125	600	—
s 75 and FEs transfer from PM&C	1.9	83	112	114	116
AEs transfer from AGD—NZ Ex-Gratia Assistance	1.10	219	—	—	—
Net impact on appropriations for Outcome 1 (administered)		516,255	68,036	66,485	45,930

Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget (continued)

	Program impacted	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Outcome 1					
Departmental					
Changes in price and wage indices	All	–	1,507	1	1
Passenger workload growth funding agreement	1.1	2,812	4,528	5,538	13,904
Commonwealth Redress Scheme—offsets	All	(814)	(1,915)	(2,522)	(1,958)
Visa variable funding model reconciliation	1.2, 1.3	16,912	–	–	–
International Settlement Strategy	1.4	1,112	–	–	–
s 75 transfer from the former DIRD	1.6	16,633	–	–	–
s 75 transfer from AGD	1.7	22,428	–	–	–
s 75 and FEs transfer from PM&C	1.8	634	1,632	1,637	1,647
s 75 and FEs transfer from PM&C	1.9	1,178	3,032	3,039	3,060
Net impact on appropriations for Outcome 1 (departmental)		60,895	8,784	7,693	16,654
Total net impact on appropriations for Outcome 1		577,150	76,820	74,178	62,584
Outcome 2					
Administered					
Annual appropriations					
Other					
Changes in price and wage indices	2.4	–	221	226	283
FEs transfer from DSS	2.1	–	416	422	425
Net impact on appropriations for Outcome 2 (administered)		–	637	648	708
Outcome 2					
Departmental					
Changes in price and wage indices	All	–	722	–	–
s 75 and FEs transfer from DSS	2.1	1,230	3,169	3,172	3,188
Legislative delay impacts	2.1, 2.2	2,135	1,613	(37)	(24)
Visa variable funding model reconciliation	All	27,914	–	–	–
Commonwealth Redress Scheme—offsets	All	(343)	(808)	(1,064)	(825)
Net impact on appropriations for Outcome 2 (departmental)		30,936	4,696	2,071	2,339
Total net impact on appropriations for Outcome 2		30,936	5,333	2,719	3,047

Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget (continued)

	Program impacted	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Outcome 3					
Departmental					
Annual appropriations					
Other					
Changes in price and wage indices	All	–	67	–	–
Commonwealth Redress Scheme—offsets	All	(25)	(60)	(79)	(61)
Net impact on appropriations for Outcome 3 (departmental)		(25)	7	(79)	(61)
Total net impact on appropriations for Outcome 3		(25)	7	(79)	(61)
Total net impact on appropriations for All Outcomes (Administered)		516,255	68,673	67,133	46,638
Total net impact on appropriations for All Outcomes (Departmental)		91,806	13,487	9,685	18,932

(a) Includes movement of funds in departmental operational funding of \$1.6 million and administered capital funding of \$0.3 million to 2017–18—transfer from AGD.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the Department through Appropriation Bills Nos. 3 and 4.

Table 1.4: Appropriation Bill (No. 3) 2017–18

	2016–17 Available \$'000	2017–18 Budget \$'000	2017–18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Administered items					
Outcome 1					
Protect Australia's sovereignty, security and safety through its national security, emergency management system, law enforcement, and managing its border, including managing the stay and departure of all non-citizens	2,073,755	1,527,676	2,039,572	511,896	–
Outcome 2					
Support a prosperous and inclusive society, and advance Australia's economic interests through the effective management of the visa, multicultural and citizenship programs and provision of refugee and humanitarian assistance	51,550	32,769	32,769	–	–
Total administered	2,125,305	1,560,445	2,072,341	511,896	–

Table 1.4: Appropriation Bill (No. 3) 2017–18 (continued)

	2016–17 Available \$'000	2017–18 Budget \$'000	2017–18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Departmental programs					
Outcome 1					
Protect Australia's sovereignty, security and safety through its national security, emergency management system, law enforcement, and managing its border, including managing the stay and departure of all non-citizens	1,702,887	1,670,891	1,703,712	32,821	–
Outcome 2					
Support a prosperous and inclusive society, and advance Australia's economic interests through the effective management of the visa, multicultural and citizenship programs and provision of refugee and humanitarian assistance	763,727	843,468	874,912	31,444	–
Outcome 3					
Advance Australia's economic interests through the facilitation of the trade of goods to and from Australia and the collection of border revenue	63,673	68,453	68,428	–	25
Total departmental	2,530,287	2,582,812	2,647,052	64,265	25
Total administered and departmental	4,655,592	4,143,257	4,719,393	576,161	25

Table 1.5: Appropriation Bill (No. 4) 2017–18

	2016–17 Available \$'000	2017–18 Budget \$'000	2017–18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	183,860	170,522	171,600	1,078	–
Administered assets and liabilities	124,374	5,590	5,884	294	–
Total non-operating	308,234	176,112	177,484	1,372	–
Total other services	308,234	176,112	177,484	1,372	–

Section 2: Revisions to outcomes and planned performance

2.1 CHANGES TO OUTCOME AND PROGRAM STRUCTURES

The existing outcome statements of the former DIBP, have been amended to accommodate the functions transferred to the Department following the Administrative Arrangements Order (AAO) of 20 December 2017. These amendments are intentionally minimal, to facilitate the MoG changes. Additional changes to the outcome structure will be required in the 2018–19 Budget context to better align with the broad range of activities to be undertaken by the Department.

Table 2.1: Changes to the outcome and program structures since 2017–18 Budget

Outcome Changes

New Outcome 1	<i>Protect Australia's sovereignty, security and safety through its national security, emergency management system, law enforcement, and managing its border, including managing the stay and departure of all non-citizens.</i>
Description of change:	Amendments to Outcome 1 to accommodate the transfer of functions from AGD, the former DIRD and PM&C.
Old Statement:	<i>Protect Australia's sovereignty, security and safety by managing its border, including through managing the stay and departure of all non-citizens.</i>

Program Changes

Program No.	Program title	Description of change
1.6	Transport Security	Transferred from the former DIRD, AAO of 20 December 2017.
1.7	National Security and Criminal Justice	Transferred from AGD, AAO of 20 December 2017.
1.8	Cyber Security	Transferred from PM&C, AAO of 20 December 2017.
1.9	Counter-Terrorism	Transferred from PM&C, AAO of 20 December 2017.
1.10	Australian Government Disaster Financial Support Payments	Transferred from AGD, AAO of 20 December 2017.

Table 2.1: Changes to the outcome and program structures since 2017–18 Budget (continued)

Outcome Changes

New Outcome 2	<i>Support a prosperous and inclusive society, and advance Australia's economic interests through the effective management of the visa, multicultural and citizenship programs and provision of refugee and humanitarian assistance.</i>
Description of change:	Amendments to Outcome 2 to accommodate the transfer of function from DSS.
Old Statement:	<i>Support a prosperous and inclusive society, and advance Australia's economic interests through the effective management of the visa and citizenship programs and provision of refugee and humanitarian assistance.</i>

Program Changes

Program No.	Program title	Description of change
2.1	Multicultural Affairs and Citizenship	Multicultural affairs function transferred from DSS, AAO of 20 December 2017.

2.2 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: Protect Australia's sovereignty, security and safety through its national security, emergency management system, law enforcement, and managing its border, including managing the stay and departure of all non-citizens.

Linked programs

For full details of linked programs refer to pages 20–23 of the 2017–18 PB Statements. There are no significant changes to linked programs for the Department arising from the AAO of 20 December 2017.

Budgeted expenses for Outcome 1

This table shows how much the entity intends to spend (on an accrual basis) on achieving the outcome, broken down by program, as well as by Administered and Departmental funding sources.

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Table 2.2.1 Budgeted expenses for Outcome 1

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 1.1: Border Enforcement					
Departmental expenses					
Departmental appropriation (a)	973,687	915,779	895,171	898,575	898,260
s 74 retained revenue receipts (b)	15,793	10,237	8,061	8,182	8,343
Expenses not requiring appropriation in the Budget year (c)	125,229	130,562	124,325	115,883	103,203
Departmental total	1,114,709	1,056,578	1,027,557	1,022,640	1,009,806
Total expenses for Program 1.1	1,114,709	1,056,578	1,027,557	1,022,640	1,009,806
Program 1.2: Border Management					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	—	8	8	8	8
Administered total	—	8	8	8	8
Departmental expenses					
Departmental appropriation (a)	187,970	212,903	205,635	208,506	190,467
s 74 retained revenue receipts (b)	2,919	4,333	1,884	1,936	1,985
Expenses not requiring appropriation in the Budget year (c)	28,458	25,695	24,338	24,201	23,368
Departmental total	219,347	242,931	231,857	234,643	215,820
Total expenses for Program 1.2	219,347	242,939	231,865	234,651	215,828
Program 1.3: Onshore Compliance and Detention					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	902,777	797,011	705,755	667,839	597,552
Expenses not requiring appropriation in the Budget year (c)	56,806	54,657	50,403	43,004	40,924
Administered total	959,583	851,668	756,158	710,843	638,476
Departmental expenses					
Departmental appropriation (a)	374,000	410,957	356,319	350,733	343,117
s 74 retained revenue receipts (b)	9,289	9,485	4,826	4,923	5,050
Expenses not requiring appropriation in the Budget year (c)	41,863	24,375	26,384	23,996	21,681
Departmental total	425,152	444,817	387,529	379,652	369,848
Total expenses for Program 1.3	1,384,735	1,296,485	1,143,687	1,090,495	1,008,324

Table 2.2.1 Budgeted expenses for Outcome 1 (continued)

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 1.4: IMA Offshore Management					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	907,642	1,103,783	337,310	326,834	335,594
Expenses not requiring appropriation in the Budget year (c)	85,642	70,986	69,286	68,067	67,961
Administered total	993,284	1,174,769	406,596	394,901	403,555
Departmental expenses					
Departmental appropriation (a)	76,247	33,924	27,645	27,690	27,900
s 74 retained revenue receipts (b)	8,378	770	787	831	853
Expenses not requiring appropriation in the Budget year (c)	6,048	3,531	3,078	2,714	2,401
Departmental total	90,673	38,225	31,510	31,235	31,154
Total expenses for Program 1.4	1,083,957	1,212,994	438,106	426,136	434,709
Program 1.5: Regional Cooperation					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	85,359	79,710	27,823	28,491	29,261
Expenses not requiring appropriation in the Budget year (c)	—	—	—	—	—
Administered total	85,359	79,710	27,823	28,491	29,261
Departmental expenses					
Departmental appropriation (a)	32,030	15,992	11,444	11,466	11,548
s 74 retained revenue receipts (b)	3,086	4,848	5,700	4,225	4,231
Expenses not requiring appropriation in the Budget year (c)	1,772	746	565	429	326
Departmental total	36,888	21,586	17,709	16,120	16,105
Total expenses for Program 1.5	122,247	101,296	45,532	44,611	45,366
Program 1.6: Transport Security					
Administered expenses (d)					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	—	332	997	1,013	1,030
Expenses not requiring appropriation in the Budget year (c)	—	—	—	—	—
Administered total	—	332	997	1,013	1,030
Departmental expenses (e)					
Departmental appropriation (a)	—	16,633	—	—	—
s 74 retained revenue receipts (b)	—	—	—	—	—
Expenses not requiring appropriation in the Budget year (c)	—	—	—	—	—
Departmental total	—	16,633	—	—	—
Total expenses for Program 1.6	—	16,965	997	1,013	1,030

Table 2.2.1 Budgeted expenses for Outcome 1 (continued)

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 1.7: National Security and Criminal Justice					
Administered expenses (d)					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	–	31,756	60,936	48,853	43,847
Other services—specific purpose payments (Appropriation Act No. 2 and Bill No. 4)	–	1,432	–	–	–
Special appropriations					
Special Appropriation—Australian Victim of Terrorism Overseas Payment	–	2,035	1,825	1,020	–
Expenses not requiring appropriation in the Budget year (c)	–	20	1,103	1,131	939
Administered total	–	35,243	63,864	51,004	44,786
Departmental expenses (e)					
Departmental appropriation (a)	–	15,765	–	–	–
s 74 retained revenue receipts (b)	–	–	–	–	–
Expenses not requiring appropriation in the Budget year (c)	–	–	–	–	–
Departmental total	–	15,765	–	–	–
Total expenses for Program 1.7	–	51,008	63,864	51,004	44,786
Program 1.8: Cyber Security					
Departmental expenses (d)					
Departmental appropriation (a)	–	634	1,632	1,637	1,647
s 74 retained revenue receipts (b)	–	–	–	–	–
Expenses not requiring appropriation in the Budget year (c)	–	–	–	–	–
Departmental total	–	634	1,632	1,637	1,647
Total expenses for Program 1.8	–	634	1,632	1,637	1,647
Program 1.9: Counter Terrorism					
Administered expenses (d)					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	–	83	112	114	116
Expenses not requiring appropriation in the Budget year (c)	–	–	–	–	–
Administered total	–	83	112	114	116
Departmental expenses (d)					
Departmental appropriation (a)	–	1,178	3,032	3,039	3,060
s 74 retained revenue receipts (b)	–	–	–	–	–
Expenses not requiring appropriation in the Budget year (c)	–	–	–	–	–
Departmental total	–	1,178	3,032	3,039	3,060
Total expenses for Program 1.9	–	1,261	3,144	3,153	3,176
Program 1.10: Australian Government Disaster Financial Support Payments					
Administered expenses (d)					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	–	219	–	–	–
Expenses not requiring appropriation in the Budget year (c)	–	–	–	–	–
Administered total	–	219	–	–	–
Total expenses for Program 1.10	–	219	–	–	–

Table 2.2.1 Budgeted expenses for Outcome 1 (continued)

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Outcome 1 Totals by appropriation type					
Administered expenses					
Ordinary annual services					
(Appropriation Act No. 1 and Bill No. 3)	1,895,778	2,012,902	1,132,941	1,073,152	1,007,408
Other services—specific purpose payments					
(Appropriation Act No. 2 and Bill No. 4)	—	1,432	—	—	—
Special appropriations					
Special Appropriation—Australian Victim of Terrorism Overseas Payment	—	2,035	1,825	1,020	—
Expenses not requiring appropriation in the Budget year (c)	142,448	125,663	120,792	112,202	109,824
Administered total	2,038,226	2,142,032	1,255,558	1,186,374	1,117,232
Departmental expenses					
Departmental appropriation (a)	1,643,934	1,623,765	1,500,878	1,501,646	1,475,999
Section 74 retained revenue receipts (b)	39,465	29,673	21,258	20,097	20,462
Expenses not requiring appropriation in the Budget year (c)	203,370	184,909	178,690	167,223	150,979
Departmental total	1,886,769	1,838,347	1,700,826	1,688,966	1,647,440
Total expenses for Outcome 1	3,924,995	3,980,379	2,956,384	2,875,340	2,764,672
Movement of administered funds between years					
Outcome 1:					
Administered					
Program 1.3: Onshore Compliance and Detention (f)	(20,000)	3,577	3,921	12,502	—
Program 1.7: National Security and Criminal Justice (f)	(1,597)	1,597	—	—	—
Total movement of administered funds	(21,597)	5,174	3,921	12,502	—
Average staffing level (number)					
	8,433	8,810			

Note:

Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

The 2017-18 ASL includes indicative ASL transfers from entities due to MoG changes. The final ASL transfers are expected to be settled in the 2018-19 Budget context.

(a) Departmental appropriation combines ordinary annual services Appropriation Act No. 1 and Bill No. 3.

(b) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.

(c) Expenses not requiring appropriation in the Budget year are made up of depreciation, amortisation, write-down and impairment of assets.

(d) Includes an interim section 75 appropriation transfer to the Department including forward estimates, with the final transfer to be reflected in the 2018–19 PB Statements.

(e) Includes an interim section 75 appropriation transfer to the Department with the final transfer, including forward estimates to be reflected in the 2018–19 PB Statements.

(f) Figures displayed as a negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

Table 2.2.2 Performance criteria for Outcome 1

Table 2.2.2 details the performance criteria for each program associated with Outcome 1. It is to be used by entities to describe the results they plan to achieve with the resources provided for new programs, or materially changed existing programs resulting from decisions made since the 2017–18 Budget.

Outcome 1 – Protect Australia’s sovereignty, security and safety through its national security, emergency management system, law enforcement, and managing its border, including managing the stay and departure of all non-citizens.		
Program 1.6 Transport Security The program ensures a viable and sustainable transport security system in Australia through regulation designed collaboratively with industry and government entities.		
Delivery	During 2017–18 and the forward years, program 1.6 will: <ul style="list-style-type: none">• deliver 100 per cent of compliance activities within the National Compliance Plan (NCP) to ensure regulated industry participants comply with their obligations;• deliver identity security reforms to strengthen key regulatory settings;• improve transport security legislation to ensure it is proportionate to the risks being regulated;• review regulatory settings to ensure that they effectively counter contemporary security risks; and• work with international partners to influence global standards and improve the transport security capability of our regional partners.	
Performance information		
Year	Performance criteria (a)	Targets
2017–18	<i>Secured transport in the aviation, maritime, and offshore oil and gas sectors yields a safe and efficient trade and travel environment.</i>	<i>Degree to which transport security regulations meet international standards for the secure movement of people and freight–95% or more International Civil Aviation Organisation (ICAO) audit result.</i>
2018–19 and beyond	<i>As per 2017–18.</i>	<i>As per 2017–18.</i>

(a) New or modified performance criteria that reflect new or materially changed programs are shown in *italics*.

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Program 1.7 National Security and Criminal Justice		
This program contributes to building a safe and secure Australia by providing comprehensive policy and planning development, at strategic and operational levels, on national security, elements of criminal justice and law enforcement related functions.		
Delivery	Providing services to support an inclusive, safe and secure Australia.	
Performance information		
Year	Performance criteria (a)	Targets
2017–18	<i>Delivery of national security policies, legislation and programs enhances our capacity to detect and responds to potential threats to Australia and its partners.</i>	<i>Stakeholder and client satisfaction with the effectiveness of the Department's contribution to national security is greater than 80%.</i>
	<i>Responses to serious and organised crime improve community safety.</i>	<i>Australia's regional and global position on criminal justice (Factor 8) in the World Justice Project's Rule of Law Index—measuring how the rule of law is experienced by the public of countries around the world—is at position 10 or above.</i>
2018–19 and beyond	As per 2017–18.	As per 2017–18.

(a) New or modified performance criteria that reflect new or materially changed programs are shown in *italics*.

Program 1.8 Cyber Security		
This program contributes to building a safe and secure Australia by developing and managing cyber security strategy, policy and coordination to make Australia a cyber-resilient nation.		
Delivery	Providing services to continually transform Australia's cyber security landscape.	
Performance information		
Year	Performance criteria (a)	Targets
2017–18	<i>Delivery of national security policies, legislation and programs enhances our capacity to detect and respond to potential threats to Australia and its partners.</i>	<i>Stakeholder and client satisfaction with the effectiveness of the Department's contribution to national security is greater than 80%.</i>
2018–19 and beyond	<i>As per 2017–18.</i>	<i>As per 2017–18.</i>

(a) New or modified performance criteria that reflect new or materially changed programs are shown in *italics*.

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Program 1.9 Counter-Terrorism		
This program contributes to building a safe and secure Australia by developing and coordinating counter-terrorism policy across the Australian Government in consultation with state and territory government agencies and international partners.		
Delivery	Supporting counter-terrorism through the facilitative coordination of Commonwealth entities to deliver effective counter-terrorism outcomes, including supporting key national and international counter-terrorism forums.	
Performance information		
Year	Performance criteria (a)	Targets
2017–18	<i>Delivery of national counter-terrorism policies, legislation and programs enhances our capacity to detect and respond to potential threats to Australia and its partners.</i>	<i>Reach of countering violent extremist awareness and training products–70% of training participants find it useful.</i>
2018–19 and beyond	<i>As per 2017–18.</i>	<i>As per 2017–18.</i>

(a) New or modified performance criteria that reflect new or materially changed programs are shown in *italics*.

Program 1.10 Australian Government Disaster Financial Support Payments		
This program contributes to building a safe and secure Australia by coordinating the national response to disasters and improving disaster risk management and mitigation to reduce the impact of natural disasters on our communities.		
Delivery	The program 1.10 will provide: <ul style="list-style-type: none">timely and targeted payments and support to individuals and families affected by major disasters throughout Australia;ex gratia assistance to eligible New Zealand 'non-protected' Special Category Visa (subclass 444) holders who have also been adversely affected by the disasters; andloans to states and territories at a concessional interest rate to support disaster recovery assistance to small businesses, primary producers, non-profit organisations and needy individuals.	
Performance information		
Year	Performance criteria (a)	Targets
2017–18	<i>Provision of national leadership in emergency management reduces the impact of disasters on Australian communities.</i>	<i>Stakeholder and client satisfaction with the Department's effectiveness in providing national leadership in emergency management is greater than 80%.</i>
2018–19 and beyond	<i>As per 2017–18.</i>	<i>As per 2017–18.</i>

(a) New or modified performance criteria that reflect new or materially changed programs are shown in *italics*.

2.3 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 2

Outcome 2: Support a prosperous and inclusive society, and advance Australia's economic interests through the effective management of the visa, multicultural and citizenship programs and provision of refugee and humanitarian assistance.

Linked programs

For full details of linked programs refer to pages 34–35 of the 2017–18 PB Statements.

Budgeted expenses for Outcome 2

This table shows how much the entity intends to spend (on an accrual basis) on achieving the outcome, broken down by program, as well as by Administered and Departmental funding sources.

Table 2.3.1 Budgeted expenses for Outcome 2

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 2.1: Multicultural Affairs and Citizenship					
Administered expenses (d)					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	–	–	416	422	425
Expenses not requiring appropriation in the Budget year (c)	–	–	–	–	–
Administered total	–	–	416	422	425
Departmental expenses (d)					
Departmental appropriation (a)	80,330	45,360	55,474	53,984	53,058
s 74 retained revenue receipts (b)	2,269	1,812	1,847	1,924	1,972
Expenses not requiring appropriation in the Budget year (c)	9,255	7,806	7,906	8,105	9,566
Departmental total	91,854	54,978	65,227	64,013	64,596
Total expenses for Program 2.1	91,854	54,978	65,643	64,435	65,021
Program 2.2: Migration					
Departmental expenses					
Departmental appropriation (a)	212,362	231,174	242,124	218,583	191,872
s 74 retained revenue receipts (b)	49,400	60,977	62,669	64,061	65,384
Expenses not requiring appropriation in the Budget year (c)	26,598	21,601	21,545	21,449	21,765
Departmental total	288,360	313,752	326,338	304,093	279,021
Total expenses for Program 2.2	288,360	313,752	326,338	304,093	279,021
Program 2.3: Visas					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	1,122	–	–	–	–
Expenses not requiring appropriation in the Budget year (c)	10,611	–	–	–	–
Administered total	11,733	–	–	–	–
Departmental expenses					
Departmental appropriation (a)	314,901	372,094	286,390	264,739	228,472
s 74 retained revenue receipts (b)	32,197	29,604	29,570	30,292	30,926
Expenses not requiring appropriation in the Budget year (c)	40,558	43,069	40,866	38,462	35,863
Departmental total	387,656	444,767	356,826	333,493	295,261
Total expenses for Program 2.3	399,389	444,767	356,826	333,493	295,261
Program 2.4: Refugee and Humanitarian Assistance					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	48,170	32,769	32,902	33,620	34,377
Expenses not requiring appropriation in the Budget year (c)	–	–	–	–	–
Administered total	48,170	32,769	32,902	33,620	34,377

Table 2.3.1 Budgeted expenses for Outcome 2 (continued)

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Departmental expenses					
Departmental appropriation (a)	127,256	110,858	95,186	92,174	92,857
Section 74 retained revenue receipts (b)	9,105	9,768	9,758	9,968	10,188
Expenses not requiring appropriation in the Budget year (c)	10,656	4,043	3,852	3,722	3,839
Departmental total	147,017	124,669	108,796	105,864	106,884
Total expenses for Program 2.4	195,187	157,438	141,698	139,484	141,261
Outcome 2 Totals by appropriation type					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	49,292	32,769	33,318	34,042	34,802
Expenses not requiring appropriation in the Budget year (c)	10,611	—	—	—	—
Administered total	59,903	32,769	33,318	34,042	34,802
Departmental expenses					
Departmental appropriation (a)	734,849	759,486	679,174	629,480	566,259
Section 74 retained revenue receipts (b)	92,971	102,161	103,844	106,245	108,470
Expenses not requiring appropriation in the Budget year (c)	87,067	76,519	74,169	71,738	71,033
Departmental total	914,887	938,166	857,187	807,463	745,762
Total expenses for Outcome 2	974,790	970,935	890,505	841,505	780,564
Average staffing level (number)					
	4,921	4,865			

Note:

Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

The 2017-18 ASL includes indicative ASL transfers from entities due to MoG changes. The final ASL transfers are expected to be settled in the 2018-19 Budget context.

(a) Departmental Appropriation combines ordinary annual services Appropriation Act No. 1 and Bill No. 3.

(b) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.

(c) Expenses not requiring appropriation in the Budget year are made up of depreciation, amortisation, write-down and impairment of assets.

(d) Includes an interim section 75 appropriation transfer to the Department including forward estimates, with the final transfer to be reflected in the 2018–19 PB Statements.

Table 2.3.2 Performance criteria for Outcome 2

Table 2.3.2 details the performance criteria for each program associated with Outcome 2. It is to be used by entities to describe the results they plan to achieve with the resources provided for new programs, or materially changed existing programs resulting from decisions made since the 2017–18 Budget.

Outcome 2 – Support a prosperous and inclusive society, and advance Australia's economic interests through the effective management of the visa, multicultural and citizenship programs and provision of refugee and humanitarian assistance.		
Program 2.1 Multicultural Affairs and Citizenship To support a prosperous and inclusive society through the promotion, delivery and effective management of the Australian multicultural and citizenship programs.		
Delivery	Mechanisms through which program 2.1 will be delivered include: <ul style="list-style-type: none">• delivery of the multicultural and citizenship programs within the parameters set by the Government;• supporting a strong and cohesive Australian society through the promotion of a unifying citizenship;• strengthening the integrity and efficiency of citizenship systems to attract quality applicants and meet the needs of the Australian community and economy; and• promoting the value of multiculturalism and Australian citizenship.	
Performance information		
Year	Performance criteria (a)	Targets
2017–18	<i>Immigration, multicultural and citizenship programs support the Australian economy and strengthens social cohesion.</i>	<i>Contribute to maintaining Australia's social cohesion by ensuring relevant programs help build capacity to support and strengthen communities.</i>
2018–19 and beyond	<i>As per 2017–18.</i>	<i>As per 2017–18.</i>

(a) New or modified performance criteria that reflect new or materially changed programs are shown in *italics*.

Outcome 3

2.4 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 3

Outcome 3: Advance Australia's economic interests through the facilitation of the trade of goods to and from Australia and the collection of border revenue.

Outcome 3 strategy

There are no changes to any Outcome 3 strategies published in the 2017-18 PB Statements.

Linked programs

For full details of linked programs refer to pages 42-43 of the 2017-18 PB Statements.

Budgeted expenses for Outcome 3

This table shows how much the entity intends to spend (on an accrual basis) on achieving the outcome, broken down by program, as well as by Administered and Departmental funding sources.

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Table 2.4.1 Budgeted expenses for Outcome 3

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 3.1 Border–Revenue					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	–	–	–	–	–
Expenses not requiring appropriation in the Budget year (a)	18,693	13,500	13,500	13,500	13,500
Administered total	18,693	13,500	13,500	13,500	13,500
Departmental expenses					
Departmental appropriation (b)	18,129	11,314	11,182	8,489	8,594
s 74 retained revenue receipts (c)	53,814	53,514	52,722	52,822	53,137
Expenses not requiring appropriation in the Budget year (a)	10,775	4,179	3,830	3,294	2,684
Departmental total	82,718	69,007	67,734	64,605	64,415
Total expenses for Program 3.1	101,411	82,507	81,234	78,105	77,915
Program 3.2 Trade Facilitation and Industry Engagement					
Departmental expenses					
Departmental appropriation (b)	36,218	56,917	56,770	54,938	52,479
s 74 retained revenue receipts (c)	753	308	313	318	327
Expenses not requiring appropriation in the Budget year (a)	3,024	2,523	2,559	2,254	1,876
Departmental total	39,995	59,748	59,642	57,510	54,682
Total expenses for Program 3.2	39,995	59,748	59,642	57,510	54,682
Outcome 3 Totals by appropriation type					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	–	–	–	–	–
Expenses not requiring appropriation in the Budget year (a)	18,693	13,500	13,500	13,500	13,500
Administered total	18,693	13,500	13,500	13,500	13,500
Departmental expenses					
Departmental appropriation (b)	54,347	68,231	67,952	63,427	61,073
s 74 retained revenue receipts (c)	54,567	53,822	53,035	53,140	53,464
Expenses not requiring appropriation in the Budget year (a)	13,799	6,702	6,389	5,548	4,560
Departmental total	122,713	128,755	127,376	122,115	119,097
Total expenses for Outcome 3	141,406	142,255	140,876	135,615	132,597
	2016-17	2017-18			
Average staffing level (number)	618	565			

Note:

Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

(a) Departmental Appropriation combines ordinary annual services Appropriation Act No. 1 and Bill No. 3.

(b) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.

(c) Expenses not requiring appropriation in the Budget year are made up of depreciation, amortisation, write-down and impairment of assets.

Section 3: Budgeted financial statements

3.1 BUDGETED FINANCIAL STATEMENTS

3.1.1 Analysis of budgeted financial statements

An analysis of the primary source of movements between the financial statements published in the 2017–18 PB Statements and the 2017–18 PAES is provided below.

Departmental

Budgeted departmental comprehensive income statement

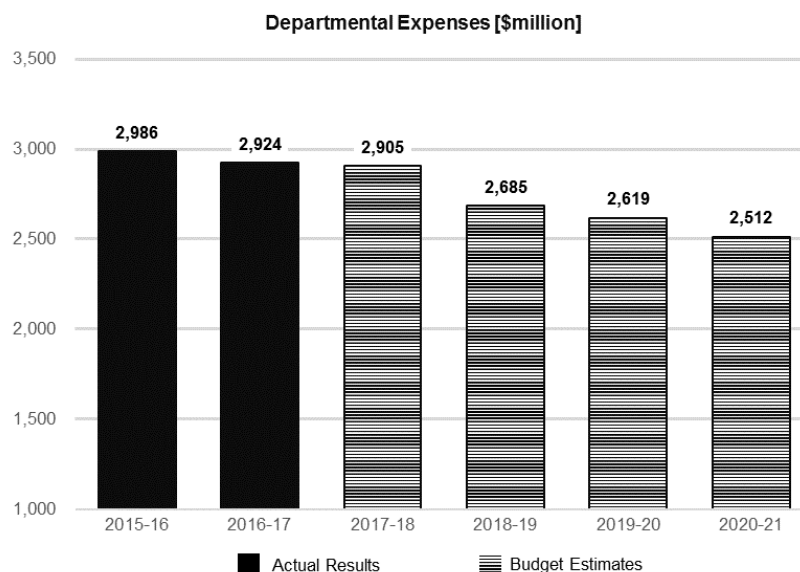
This statement presents the expected financial result for the Department and identifies expenses and revenues on a full accrual basis.

Expenses

In 2017–18, total departmental expenses are expected to increase from \$2,815.2 million (as published in the 2017–18 PB Statements) to \$2,905.3 million, an increase of \$90.1 million. This movement reflects an increase of \$15.1 million due to impacts of new measures, \$35.4 million due to interim section 75 transfers and \$39.6 million from other variations.

Full details of the additional funding for 2017–18 for new measures and other variations are provided in the tables presented in Section 1 of this document.

Figure 2: Total departmental expenses as at 2017–18 PAES



Income

In 2017–18, total departmental income is expected to increase from \$2,547.1 million (as published in the 2017–18 PB Statements) to \$2,644.2 million. The movement of \$97.1 million is due to an increase in Revenue from Government (appropriation revenue) of \$93.2 million and a \$3.9 million increase in the Department's own source revenue and gains.

Budgeted departmental balance sheet

This statement reports the financial position of the Department, its assets, liabilities and equity.

In 2017–18, total departmental assets are expected to decrease from \$1,930.2 million (as published in the 2017–18 PB Statements) to \$1,912.1 million. The movement of \$18.1 million relates to a decrease of \$28.2 million in financial assets, partially offset by an increase of \$10.1 million in non-financial assets. The decrease in financial assets is predominantly due to trade and other receivables.

Departmental liabilities are expected to decrease from \$737.5 million (as published in the 2017–18 PB Statements) to \$689.3 million. The movement of \$48.2 million is due to a decrease in the opening balance of the 2016–17 Final Budget Outcome (FBO).

Equity is expected to increase from \$1,192.7 million (as published in the 2017–18 PB Statements) to \$1,222.8 million, an increase of \$30.1 million in line with the aforementioned increase in the net asset figure.

Budgeted departmental statement of cash flows

The cash flow statement reports the extent and nature of cash flows, grouped according to operating, investing and financing activities.

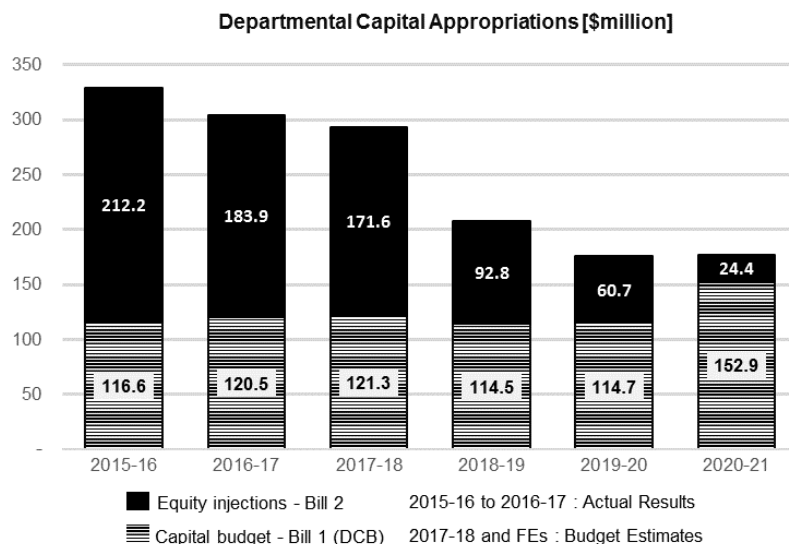
The budgeted cash flows largely mirror the trends and impacts of the measures reported above for the income statement and balance sheet.

Capital budget statement – departmental

This statement reports the forward plan for capital expenditure.

Total capital appropriations have increased by \$7.7 million in 2017–18 largely due to section 75 transfer of the DCB from AGD.

Figure 3: Total departmental capital appropriations as at 2017–18 PAES.



Statement of asset movements

This statement reports the budgeted movements by asset class of the Department's non-financial assets during the current financial year.

The estimated net book balance has increased by \$69.2 million from 1 July 2017 to 30 June 2018. The increase is due to the net impact of an increase in asset purchases of \$337.3 million, offset by depreciation and amortisation expense of \$268.1 million.

Administered

Schedule of budgeted income and expenses administered on behalf of government

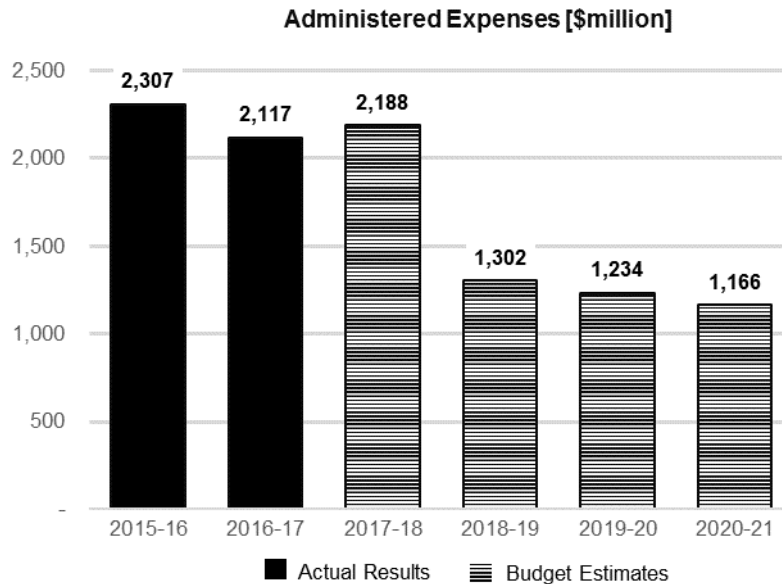
This schedule identifies the main revenue and expense items administered by the Department on behalf of government.

Expenses

In 2017–18, administered expenses are expected to increase from \$1,652.7 million (as published in the 2017–18 PB Statements) to \$2,188.3 million, an increase of \$535.6 million. The change in administered expenses reflects an increase in new measures of \$27.0 million, interim section 75 transfers of \$29.1 million and other variations of \$479.5 million.

Full details of the additional funding for 2017–18 for new measures and other variations are provided in the tables presented in Section 1 of this document.

Figure 4: Administered expenses as at 2017–18 PAES



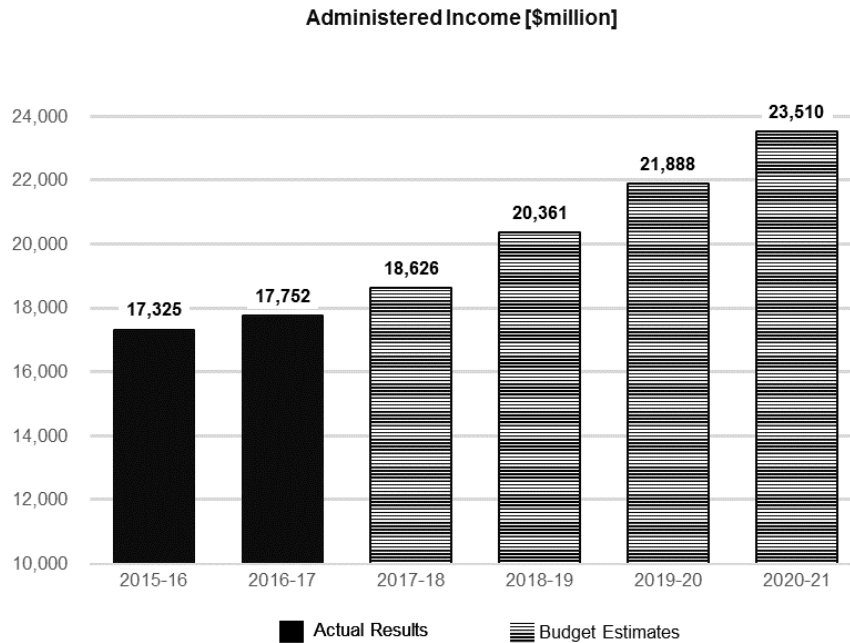
Income

In 2017–18, the Department will administer the collection of revenue on behalf of government of \$18,626.5 million, which is an increase of \$47.2 million in the administered revenue estimate of \$18,579.3 million published in the 2017–18 PB Statements.

In 2017–18, the Department is estimated to collect \$18,553.2 million in taxation revenue, which is an increase of \$43.2 million from \$18,510.0 million published in the 2017–18 PB Statements. The increase is primarily due to the expected increase of \$70.0 million in Customs duty collections across all duty categories, partially offset by a decrease in other taxes of \$26.8 million.

In addition to taxation revenue, the Department will administer the collection of non-taxation revenue in 2017–18 on behalf of government. An estimated \$73.3 million is expected to be collected, which is an increase of \$4.0 million from the \$69.3 million published in the 2017–18 PB Statements.

Figure 5: Administered Income as at 2017–18 PAES.



Schedule of budgeted assets and liabilities administered on behalf of government

This schedule reports assets and liabilities administered by the Department on behalf of the Government.

In 2017–18, total administered assets are expected to decrease by \$1.6 million from \$1,937.6 million (as published in the 2017–18 PB Statements) to \$1,936.0 million.

Administered liabilities are expected to decrease from \$348.0 million (as published in the 2017–18 PB Statements) to \$320.8 million. The movement of \$27.2 million is due to a decrease in the opening balance of the 2016–17 FBO.

Schedule of budgeted administered cash flows

This schedule shows the cash flows administered on behalf of government. The cash flows largely reflect the transactions of the schedule of income and expenses. The budgeted cash flows reflect the impact of the expected increase in taxation income.

Schedule for administered capital budget

This statement reports the forward plan for capital expenditure.

Department of Home Affairs Additional Estimates Statements

Total administered capital appropriations have increased by \$7.7 million in 2017-18 largely due to movement of funds from previous years.

Statement of administered asset movements

This statement reports the budgeted movements by asset class of administered non-financial assets during the current financial year.

The estimated net book balance has increased by \$9.1 million from 1 July 2017 to 30 June 2018. The increase is due to the net impact of an increase in asset purchases of \$128.2 million, offset by depreciation and amortisation expense of \$119.1 million.

3.1.2 Budgeted financial statements

Table 3.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
EXPENSES					
Employee benefits	1,409,374	1,388,422	1,292,957	1,271,753	1,253,254
Suppliers	1,207,851	1,248,716	1,133,184	1,102,282	1,032,473
Depreciation and amortisation	285,258	268,130	259,248	244,509	226,572
Finance costs	479	—	—	—	—
Write-down and impairment of assets	18,978	—	—	—	—
Other expenses	2,429	—	—	—	—
Total expenses	2,924,369	2,905,268	2,685,389	2,618,544	2,512,299
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	128,580	118,981	110,525	110,193	111,582
Recovery of costs	37,339	37,504	37,654	38,581	39,313
Fees and fines	—	12,788	12,980	13,175	13,372
Rental income	2,619	2,092	2,202	2,247	2,311
Royalties	3,023	3,062	3,062	3,063	3,063
Other revenue	11,116	11,154	11,639	12,148	12,680
Total own-source revenue	182,677	185,581	178,062	179,407	182,321
Gains					
Sale of assets	342	44	44	44	44
Foreign exchange gains	90	31	31	31	31
Other gains	4,691	—	—	—	—
Total gains	5,123	75	75	75	75
Total own-source income	187,800	185,656	178,137	179,482	182,396
Net cost of/(contribution by) services	2,736,569	2,719,612	2,507,252	2,439,062	2,329,903
Revenue from government	2,459,934	2,458,510	2,248,004	2,194,553	2,103,331
Surplus/(deficit) attributable to the Australian Government	(276,635)	(261,102)	(259,248)	(244,509)	(226,572)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation surplus	(2,035)	—	—	—	—
Total other comprehensive income	(2,035)	—	—	—	—
Total comprehensive income/(loss) attributable to the Australian Government	(278,670)	(261,102)	(259,248)	(244,509)	(226,572)

Table 3.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)

	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations (a)	6,588	7,028	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations (b)	285,258	268,130	259,248	244,509	226,572
Total comprehensive income/(loss)—as per the statement of comprehensive income	(278,670)	(261,102)	(259,248)	(244,509)	(226,572)

(a) \$7.0 million in 2017-18 to fund the establishment of international border clearance capabilities for the *Emerging International Airports* measure. Please refer to the Departmental Capital Budget Statement.

(b) From 2010–11, the government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the departmental capital budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.5 Departmental Capital Budget Statement.

Table 3.2: Budgeted departmental balance sheet (as at 30 June)

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial assets					
Cash and cash equivalents	4,214	4,214	4,214	4,214	4,214
Trade and other receivables	499,289	483,862	477,997	477,997	477,997
Other financial assets	4,772	4,772	4,772	4,772	4,772
Total financial assets	508,275	492,848	486,983	486,983	486,983
Non-financial assets					
Land	20,229	26,232	28,747	32,680	36,320
Buildings	141,662	130,329	128,338	120,713	114,493
Property, plant and equipment	591,101	616,968	581,033	519,614	522,416
Intangibles	514,158	562,811	569,807	565,843	516,390
Inventories	22,139	22,139	22,139	22,139	22,139
Other non-financial assets	60,756	60,756	60,756	60,756	60,756
Total non-financial assets	1,350,045	1,419,235	1,390,820	1,321,745	1,272,514
Total assets	1,858,320	1,912,083	1,877,803	1,808,728	1,759,497
LIABILITIES					
Payables					
Suppliers	230,327	223,606	223,606	223,606	223,606
Other payables	26,162	26,803	26,803	26,803	26,803
Total payables	256,489	250,409	250,409	250,409	250,409
Provisions					
Employee provisions	397,255	403,336	403,336	403,336	403,336
Other provisions	35,534	35,533	35,533	35,533	35,533
Total provisions	432,789	438,869	438,869	438,869	438,869
Total liabilities	689,278	689,278	689,278	689,278	689,278
Net assets	1,169,042	1,222,805	1,188,525	1,119,450	1,070,219
EQUITY (a)					
Parent entity interest					
Contributed equity	2,410,844	2,725,709	2,950,677	3,126,111	3,303,452
Reserves	239,667	239,667	239,667	239,667	239,667
Retained surplus/(accumulated deficit)	(1,481,469)	(1,742,571)	(2,001,819)	(2,246,328)	(2,472,900)
Total parent entity interest	1,169,042	1,222,805	1,188,525	1,119,450	1,070,219
Total equity	1,169,042	1,222,805	1,188,525	1,119,450	1,070,219

Prepared on Australian Accounting Standards basis.

(a) Equity is the residual interest in assets after the deduction of liabilities.

Table 3.3: Departmental statement of changes in equity—summary of movement (budget year 2017–18)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2017				
Balance carried forward from previous period	(1,481,469)	239,667	2,410,844	1,169,042
Adjusted opening balance	(1,481,469)	239,667	2,410,844	1,169,042
Comprehensive income				
Other comprehensive income	—	—	—	—
Surplus (deficit) for the period	(261,102)	—	—	(261,102)
Total comprehensive income	(261,102)	—	—	(261,102)
of which:				
Attributable to the Australian Government	—	—	—	(261,102)
Transactions with owners				
Contributions by owners				
Equity Injection—Appropriation	—	—	193,566	193,566
Departmental Capital Budget (DCB)	—	—	121,299	121,299
Sub-total transactions with owners	—	—	314,865	314,865
Estimated closing balance as at 30 June 2018	(1,742,571)	239,667	2,725,709	1,222,805
Closing balance attributable to the Australian Government	(1,742,571)	239,667	2,725,709	1,222,805

Prepared on Australian Accounting Standards basis.

Table 3.4: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	2,636,608	2,473,937	2,253,869	2,194,553	2,103,331
Sale of goods and rendering of services	113,817	121,073	112,727	112,440	113,893
Net GST received	124,574	124,573	124,573	124,573	124,573
Other	40,473	64,508	65,335	66,967	68,428
Total cash received	2,915,472	2,784,091	2,556,504	2,498,533	2,410,225
Cash used					
Employees	1,424,048	1,401,326	1,311,989	1,289,100	1,270,049
Suppliers	1,316,321	1,360,354	1,238,694	1,209,477	1,140,220
Borrowing costs	—	—	—	—	—
s 74 retained revenue receipts	155,054	—	—	—	—
Other	80	—	—	—	—
Total cash used	2,895,503	2,761,680	2,550,683	2,498,577	2,410,269
Net cash from/(used by) operating activities	19,969	22,411	5,821	(44)	(44)
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	342	44	44	44	44
Total cash received	342	44	44	44	44
Cash used					
Purchase of property, plant, equipment and intangibles	313,943	337,320	213,190	175,434	177,341
Total cash used	313,943	337,320	213,190	175,434	177,341
Net cash from/(used by) investing activities	(313,601)	(337,276)	(213,146)	(175,390)	(177,297)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	294,437	314,865	207,325	175,434	177,341
Other	—	—	—	—	—
Total cash received	294,437	314,865	207,325	175,434	177,341
Net cash from/(used by) financing activities	294,437	314,865	207,325	175,434	177,341
Net increase/(decrease) in cash held	805	—	—	—	—
Cash and cash equivalents at the beginning of the reporting period	3,409	4,214	4,214	4,214	4,214
Cash and cash equivalents at the end of the reporting period	4,214	4,214	4,214	4,214	4,214

Prepared on Australian Accounting Standards basis.

Table 3.5: Departmental capital budget statement (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000	2020-21 Forw ard estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget—Act No. 1 and Bill 3 (DCB)	120,519	121,299	114,543	114,739	152,907
Equity injections—Act No. 2 and Bill 4	183,860	171,600	92,782	60,695	24,434
Total new capital appropriations	304,379	292,899	207,325	175,434	177,341
Provided for:					
Purchase of non-financial assets	304,379	292,899	207,325	175,434	177,341
Total Items	304,379	292,899	207,325	175,434	177,341
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	172,955	209,021	98,647	60,695	24,434
Funded internally by departmental resources (b)	—	7,028	—	—	—
Funded by capital appropriation—DCB (c)	120,519	121,271	114,543	114,739	152,907
TOTAL AMOUNT SPENT	293,474	337,320	213,190	175,434	177,341
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	313,943	337,320	213,190	175,434	177,341
TOTAL CASH REQUIRED TO ACQUIRE ASSETS	313,943	337,320	213,190	175,434	177,341

Prepared on Australian Accounting Standards basis.

Note: Capital funds of \$22.0 million have been moved from 2016–17 to 2017–18.

(a) Includes both current and prior Bill No. 4 and prior Act 2 and Bills 4 and 6 appropriations and special capital appropriations.

(b) Funded by section 74 revenue received for the *Emerging International Airports* measure.

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

Table 3.6: Statement of asset movements (2017–18 budget year)

	Asset Category				Total
	Land	Buildings	Other property, plant and equipment	Computer software and Intangibles	
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2017					
Gross book value	20,229	227,527	770,082	1,119,343	2,137,181
Accumulated depreciation/amortisation and impairment	–	(85,865)	(178,981)	(605,185)	(870,031)
Opening net book balance	20,229	141,662	591,101	514,158	1,267,150
CAPITAL ASSET ADDITIONS					
Estimated expenditure on new or replacement assets					
By purchase—appropriation equity (a)	6,003	24,403	118,422	188,492	337,320
Total additions	6,003	24,403	118,422	188,492	337,320
Other movements					
Depreciation/amortisation expense	–	(35,736)	(92,555)	(139,839)	(268,130)
Other	–	–	–	–	–
Total other movements	–	(35,736)	(92,555)	(139,839)	(268,130)
As at 30 June 2018					
Gross book value	26,232	251,930	888,504	1,307,835	2,474,501
Accumulated depreciation/amortisation and impairment	–	(121,601)	(271,536)	(745,024)	(1,138,161)
Closing net book balance	26,232	130,329	616,968	562,811	1,336,340

Prepared on Australian Accounting Standards basis.

(a) 'Appropriation equity' refers to equity injections or Administered Assets and Liabilities appropriations provided through *Appropriation Act (No. 2) 2017–2018*.

Table 3.7: Schedule of budgeted income and expenses administered on behalf of government (for the period ended 30 June)

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Suppliers	1,604,192	1,786,197	940,235	953,180	898,141
Grants	16,768	31,819	53,182	41,068	36,398
Personal benefits	322,131	231,122	174,667	113,966	107,671
Depreciation and amortisation	133,317	119,101	114,250	112,034	109,824
Finance costs	—	20	—	168	—
Write-down and impairment of assets	38,435	20,042	20,042	13,500	13,500
Other expenses	1,979	—	—	—	—
Total expenses administered on behalf of government	2,116,822	2,188,301	1,302,376	1,233,916	1,165,534
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Taxation revenue					
Customs duty	14,195,185	14,799,250	15,889,450	17,109,450	18,569,450
Other taxes	3,483,130	3,753,901	4,391,846	4,702,642	4,864,008
Total taxation revenue	17,678,315	18,553,151	20,281,296	21,812,092	23,433,458
Non-taxation revenue					
Fees and fines	55,592	53,842	49,860	52,697	52,733
Other revenue	11,999	19,462	21,318	23,673	23,673
Total non-taxation revenue	67,591	73,304	71,178	76,370	76,406
Total own-source revenue administered on behalf of government	17,745,906	18,626,455	20,352,474	21,888,462	23,509,864
Gains					
Sale of assets	82	—	8,598	—	—
Other gains	5,618	—	—	—	—
Total gains administered on behalf of government	5,700	—	8,598	—	—
Total own-source income administered on behalf of government	17,751,606	18,626,455	20,361,072	21,888,462	23,509,864
Net cost of/(contribution by) services	15,634,784	16,438,154	19,058,696	20,654,546	22,344,330
Surplus/(deficit) after income tax	15,634,784	16,438,154	19,058,696	20,654,546	22,344,330
OTHER COMPREHENSIVE INCOME					
Items not subject to subsequent reclassification to profit or loss					
Changes in asset revaluation surplus	(10,286)	—	—	—	—
Total other comprehensive income	(10,286)	—	—	—	—
Total comprehensive income (loss) attributable to the Australian Government	15,624,498	16,438,154	19,058,696	20,654,546	22,344,330

Prepared on Australian Accounting Standards basis.

Table 3.8: Schedule of budgeted assets and liabilities administered on behalf of government (as at 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	55,239	55,239	55,239	55,239	55,239
Taxation receivables	499,503	348,953	555,453	561,953	681,953
Trade and other receivables	34,501	34,777	34,777	37,081	37,081
Other financial assets	23,490	23,490	23,490	23,490	23,490
Total financial assets	612,733	462,459	668,959	677,763	797,763
Non-financial assets					
Land	46,205	46,205	46,205	46,205	46,205
Buildings	1,140,685	1,157,364	1,062,478	983,189	905,980
Property, plant and equipment	267,369	259,802	246,558	234,861	223,631
Other non-financial assets	459	460	460	460	460
Total non-financial assets	1,454,718	1,463,831	1,355,701	1,264,715	1,176,276
Assets held for sale	9,749	9,750	9,750	9,750	9,750
Total assets administered on behalf of government	2,077,200	1,936,040	2,034,410	1,952,228	1,983,789
LIABILITIES					
Payables					
Suppliers	244,744	244,744	244,744	244,744	244,744
Personal benefits	23,201	23,201	23,201	23,201	23,201
Grants	—	—	—	—	—
Other payables	42,737	42,737	42,737	42,737	42,737
Total payables	310,682	310,682	310,682	310,682	310,682
Interest bearing liabilities					
Provisions					
Other provisions	10,132	10,132	10,132	10,132	10,132
Total provisions	10,132	10,132	10,132	10,132	10,132
Total liabilities administered on behalf of government	320,814	320,814	320,814	320,814	320,814
Net assets/(liabilities)	1,756,386	1,615,226	1,713,596	1,631,414	1,662,975

Prepared on Australian Accounting Standards basis.

Table 3.9: Schedule of budgeted administered cash flows (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Taxes	18,002,535	18,739,343	20,106,456	21,840,089	23,347,991
Net GST received	70,170	70,170	70,170	70,170	70,170
Other	20,576	17,620	19,476	28,373	28,373
Total cash received	18,093,281	18,827,133	20,196,102	21,938,632	23,446,534
Cash used					
Grants	16,834	31,819	53,182	41,068	36,398
Personal benefits	323,737	231,122	174,667	113,966	107,671
Suppliers	1,636,912	1,856,367	1,010,405	1,023,350	968,311
Other	685,271	—	—	—	—
Total cash used	2,662,754	2,119,308	1,238,254	1,178,384	1,112,380
Net cash from/(used by) operating activities	15,430,527	16,707,825	18,957,848	20,760,248	22,334,154
INVESTING ACTIVITIES					
Cash received					
Proceeds from sale of property, plant, equipment and intangibles	82	—	23,069	—	—
Total cash received	82	—	23,069	—	—
Cash used					
Purchase of property, plant, equipment and intangibles	93,431	128,213	20,591	21,048	21,385
Advances and loans made	—	294	—	2,472	—
Total cash used	93,431	128,507	20,591	23,520	21,385
Net cash from/(used by) investing activities	(93,349)	(128,507)	2,478	(23,520)	(21,385)
FINANCING ACTIVITIES					
Cash received					
Capital injections	94,506	128,507	20,591	23,520	21,385
Total cash received	94,506	128,507	20,591	23,520	21,385
Net cash from/(used by) financing activities	94,506	128,507	20,591	23,520	21,385
Net increase/(decrease) in cash held	15,431,684	16,707,825	18,980,917	20,760,248	22,334,154

Table 3.9: Schedule of budgeted administered cash flows (for the period ended 30 June) (continued)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Cash and cash equivalents at beginning of reporting period	45,609	55,239	55,239	55,239	55,239
Cash from Official Public Account for:					
- Appropriations	2,469,296	2,473,180	1,592,126	1,528,214	1,475,710
Total cash from Official Public Account	2,469,296	2,473,180	1,592,126	1,528,214	1,475,710
Cash to Official Public Account for:					
- Appropriations	17,891,350	19,181,005	20,573,043	22,288,462	23,809,864
Total cash to Official Public Account	17,891,350	19,181,005	20,573,043	22,288,462	23,809,864
Cash and cash equivalents at end of reporting period	55,239	55,239	55,239	55,239	55,239

Prepared on Australian Accounting Standards basis.

Table 3.10: Schedule of administered capital budget (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000	2020-21 Forw ard estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget—Act 1 and Bill 3 (ACB)	18,856	26,670	20,591	21,048	21,385
Administered Assets and Liabilities—Bill 2	124,374	5,884	—	2,472	—
Total new capital appropriations	143,230	32,554	20,591	23,520	21,385
<i>Provided for:</i>					
Purchase of non-financial assets	143,230	32,260	20,591	21,048	21,385
Other items		294	—	2,472	—
Total Items	143,230	32,554	20,591	23,520	21,385
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	162,584	93,337	—	2,472	—
Funded by capital appropriation—ACB (b)	23,550	35,170	20,591	21,048	21,385
TOTAL AMOUNT SPENT	186,134	128,507	20,591	23,520	21,385
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total accrual purchases	93,431	128,507	20,591	23,520	21,385
Total cash used to acquire assets	93,431	128,507	20,591	23,520	21,385

Prepared on Australian Accounting Standards basis.

Note: Capital funds of \$103.4 million was moved from 2016–17 to 2017–18.

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

(b) Does not include annual finance lease costs. Includes purchases from current and previous years' administered capital budgets.

Table 3.11: Statement of administered asset movements (2017–18 budget year)

	Asset Category				Total
	Land	Buildings	Other property, plant and equipment	L&B, IP&E held for sale	
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2017					
Gross book value	46,205	1,351,467	308,036	9,750	1,715,458
Accumulated depreciation/amortisation and impairment	–	(210,782)	(40,667)	–	(251,449)
Opening net book balance	46,205	1,140,685	267,369	9,750	1,464,009
CAPITAL ASSET ADDITIONS					
Estimated expenditure on new or replacement assets					
By purchase—appropriation equity (a)	–	121,340	6,873	–	128,213
Total additions	–	121,340	6,873	–	128,213
Other movements					
Depreciation/amortisation expense	–	(104,661)	(14,440)	–	(119,101)
Restructuring	–	–	–	–	–
Total other movements	–	(104,661)	(14,440)	–	(119,101)
As at 30 June 2018					
Gross book value	46,205	1,472,807	314,909	9,750	1,843,671
Accumulated depreciation/amortisation and impairment	–	(315,443)	(55,107)	–	(370,550)
Closing net book balance	46,205	1,157,364	259,802	9,750	1,473,121

Prepared on Australian Accounting Standards basis.

(a) 'Appropriation equity' refers to equity injections or administered assets and liabilities appropriations provided through *Appropriation Act (No. 2) 2017–2018* and *Bill (No. 4) 2017–2018*.

AUSTRALIAN CRIMINAL INTELLIGENCE COMMISSION

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

ACIC was transferred to the Home Affairs portfolio on 20 December 2017, under the AAO establishing the new Home Affairs portfolio. The strategic direction statement for ACIC can be found in the 2017–18 PB Statements. There has been no change to ACIC’s strategic direction as a result of the transfer or Additional Estimates.

1.2 ENTITY RESOURCE STATEMENT

The entity resource statement details the resourcing for ACIC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2017–18 Budget year, including variations through Appropriation Bills No. 3 and No. 4, and special accounts.

Table 1.1: Entity resource statement—additional estimates for 2017–18 as at Additional Estimates February 2018

	<i>Actual available appropriation</i>	<i>Estimate as at Budget</i>	<i>Proposed Additional Estimates</i>	<i>Total estimate at Additional Estimates</i>
	<i>2016–17</i>	<i>2017–18</i>	<i>2017–18</i>	<i>2017–18</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Departmental				
Annual appropriations—ordinary annual services (a)				
Prior year appropriations available (b)	31,766	48,443	—	48,443
Departmental appropriation	89,820	87,923	523	88,446
s 74 retained revenue receipts (c)	28,028	8,332	16,773	25,105
Departmental capital budget (d)	2,666	2,640	—	2,640
Annual appropriations—other services—non-operating (e)				
Prior year appropriations available	1,918	335	—	335
Equity injection	2,177	580	—	580
Total departmental annual appropriations	156,375	148,253	17,296	165,549
Special accounts (f)				
Opening balance	123,583	117,613	—	117,613
Appropriation receipts (g)	2,531	848	—	848
Non-appropriation receipts	90,953	81,686	11,301	92,987
Total special accounts	217,067	200,147	11,301	211,448
<i>Less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	<i>2,531</i>	<i>848</i>	<i>—</i>	<i>848</i>
Total departmental resourcing	370,911	347,552	28,597	376,149
Total resourcing for Australian Criminal Intelligence Commission	370,911	347,552	28,597	376,149
		<i>Actual 2016–17</i>	<i>2017–18</i>	
Average staffing level (number)		724	777	

Prepared on a resourcing (i.e. appropriations available) basis.

Please note:

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

(a) *Appropriation Act (No. 1) 2017–2018* and *Appropriation Bill (No. 3) 2017–2018*.

(b) Excludes DCB.

(c) Estimated retained revenue receipts under section 74 of the PGPA Act.

(d) DCB are not separately identified in *Appropriation Act (No.1)* and form part of ordinary annual services items. Please refer to Table 3.6 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.

(e) *Appropriation Act (No. 2) 2017–2018*.

(f) For further information on special accounts, see Budget Paper No. 4: Agency Resourcing. See also Table 2.1 for further information on outcome and program expenses broken down by various funding sources, such as annual appropriations and special accounts.

(g) Amounts credited to the special accounts from ACIC's annual appropriations.

1.3 ENTITY MEASURES

Table 1.2 summarises new government measures taken since the 2017–18 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Entity 2017–18 measures since Budget

	Program	2017–18 \$'000	2018–19 \$'000	2019–20 \$'000	2020–21 \$'000
Revenue measures					
Working w ith Children Checks National Database—establishment	1.1				
Departmental revenues		—	261	523	523
Total revenue measures		—	261	523	523
Expense measures					
Confiscated Assets Account	1.1				
Departmental expenses		4,773	5,006	1,509	—
National Security—2017 Independent Intelligence Review —implementation(a)	1.1				
Departmental expenses		197	361	361	363
Working w ith Children Checks National Database—establishment	1.1				
Departmental expenses		326	261	523	523
Total expense measures		5,296	5,628	2,393	886
Capital measures					
Confiscated Assets Account	1.1				
Departmental capital		4,673	3,380	—	—
Working w ith Children Checks National Database—establishment	1.1				
Departmental capital		—	2,419	—	—
Total capital measures		4,673	5,799	—	—
Decisions taken but not yet announced		—	—	—	—

Prepared on a Government Financial Statistics (fiscal) basis.

(a) The lead entity for this measure is PM&C. The full measure description and package details appear in 2017-18 MYEFO under PM&C portfolio.

1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

Table 1.3 shows changes to the resourcing for ACIC at Additional Estimates, by outcome. The table details the additional estimates resulting from new measures and other variations since the 2017–18 Budget in Appropriation Bills Nos. 3 and 4.

Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget

	Program impacted	2017–18 \$'000	2018–19 \$'000	2019–20 \$'000	2020–21 \$'000
Outcome 1					
Departmental					
Annual appropriations					
National Security—2017 Independent Intelligence	1.1	197	361	361	363
Review—implementation—expense					
Working with Children Checks National Database	1.1	326	—	—	—
—establishment—expense					
Working with Children Checks National Database	1.1	—	2,419	—	—
—establishment—capital					
Changes in parameters					
Expense	1.1	—	84	82	156
Capital	1.1	—	3	3	5
Other variations					
Commonwealth Redress Scheme	1.1	—	(14)	(14)	(14)
Net impact on appropriations for Outcome 1 (departmental)					
		523	2,853	432	510

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

Table 1.4 details the additional estimates sought for ACIC through Appropriation Bill No. 3. ACIC has no additional estimates through Appropriation Bill No. 4.

Table 1.4: Appropriation Bill (No. 3) 2017–18

	2016–17 Available \$'000	2017–18 Budget \$'000	2017–18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Departmental programs					
Outcome 1					
To make Australia safer through improved national ability to discover, understand and respond to current and emerging crime threats and criminal justice issues, including the ability to connect police and law enforcement to essential criminal intelligence, national information systems and information through collaborative policing knowledge and services	92,486	90,563	91,086	523	–
Total departmental	92,486	90,563	91,086	523	–

Note: 2016–17 available appropriation is included to allow a comparison of the 2017–18 appropriation with those available for use in the previous year.

Table 1.5: Appropriation Bill (No. 4) 2017–18

	2016–17 Available \$'000	2017–18 Budget \$'000	2017–18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections					
Cyber Security-implementation of Australia's Cyber Security	305	380	380	–	–
Enhanced Protective Security Arrangements-law enforcement agencies	1,000	200	200	–	–
National Security-additional counter-terrorism funding	572	–	–	–	–
Trans-Pacific Partnership-implementation	300	–	–	–	–
Total non-operating	2,177	580	580	–	–

Note: 2016–17 available appropriation is included to allow a comparison of the 2017–18 appropriation with those available for use in the previous year.

Section 2: Revisions to outcomes and planned performance

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: To make Australia safer through improved national ability to discover, understand and respond to current and emerging crime threats and criminal justice issues, including the ability to connect police and law enforcement to essential criminal intelligence, policing knowledge and information through collaborative national information systems and services.

Linked programs

For full details of linked programs, refer to page 78 of the 2017-18 PB Statements. There are no significant changes to the linked programs for ACIC arising from the AAO of 20 December 2017.

Budgeted expenses for Outcome 1

This table shows how much ACIC intends to spend (on an accrual basis) on achieving the outcome, broken down by program, as well as by Departmental funding sources.

Table 2.1 Budgeted expenses for Outcome 1

	2016–17 Actual expenses \$'000	2017–18 Revised estimated expenses \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
Program 1.1: Australian Criminal Intelligence Commission					
Departmental expenses					
Departmental appropriation	89,820	88,446	85,677	84,030	79,415
s 74 retained revenue receipts (a)	11,917	20,762	12,785	4,947	3,467
Special accounts					
National Policing Information Systems and Services Special Account	77,547	92,987	88,917	90,090	91,278
Expenses not requiring appropriation in the Budget year (b)	11,438	9,430	8,258	8,597	8,894
Total expenses for program 1.1	190,722	211,625	195,637	187,664	183,054
	2016–17	2017–18			
Average staffing level (number)	724	777			

Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

(a) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation and amortisation expenses and resources received free of charge.

Performance criteria for Outcome 1

There are no changes to ACIC's performance information as reported in the 2017–18 PB Statements.

Section 3: Special account flows and budgeted financial statements

3.1 SPECIAL ACCOUNT FLOWS

Estimates of special account flows

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1 shows the expected additions (receipts) and reductions (payments) for each account used by ACIC.

Table 3.1: Estimates of special account flows and balances

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
National Policing Information Systems and Services Special Account (D)						
2017–18	1	117,613	93,835	(115,606)	–	95,842
<i>2016–17</i>	<i>1</i>	<i>123,583</i>	<i>93,484</i>	<i>(99,454)</i>	<i>–</i>	<i>117,613</i>
Total special accounts						
2017–18 Budget		117,613	93,835	(115,606)	–	95,842
<i>Total special accounts</i>						
<i>2016–17 actual</i>		<i>123,583</i>	<i>93,484</i>	<i>(99,454)</i>	<i>–</i>	<i>117,613</i>

(D) = Departmental.

Note: The Special Account was established by Financial Management and Accountability Determination 2006/07—National Policing Information Systems and Services Special Account Establishment 2006. It continued its existence under the *Australian Crime Commission Act 2002* s.59C.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

Income Statement

In 2017–18, the estimated appropriation revenue is \$88.446 million, which is an increase of \$0.523 million from the \$87.923 million estimated in the 2017–18 PB Statements. The increase is detailed in Table 1.2 Entity 2017–18 measures since Budget.

The estimated own-source income for 2017–18 also increased from \$90.348 million to \$118.422 million. This is an increase of \$28.074 million, which is mainly due to:

- \$11.301 million increase in the revenue received under the National Policing Information Systems and Services Special Account—a demand driven services outside of the agency’s control.
- \$9.446 million increase resulted from the measures funded by the Confiscated Assets Account, refer Table 1.2 for ACIC.
- \$4.055 million funding from the Department supporting ACIC’s new policy proposal business case development activities.
- \$3.272 million from a range of fee-for-services activities with the Commonwealth and the state government entities.

3.2.2 Budgeted financial statements

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
EXPENSES					
Employee benefits	86,778	94,008	95,476	96,186	93,408
Suppliers	79,107	92,870	75,809	68,031	65,412
Depreciation and amortisation	20,851	19,977	19,582	18,677	19,534
Other expenses	3,986	4,770	4,770	4,770	4,700
Total expenses	190,722	211,625	195,637	187,664	183,054
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	111,880	118,422	105,082	95,037	94,745
Total own-source revenue	111,880	118,422	105,082	95,037	94,745
Gains					
Other gains	4	1,670	1,670	1,670	1,670
Total gains	4	1,670	1,670	1,670	1,670
Total own-source income	111,884	120,092	106,752	96,707	96,415
Net cost of / (contribution by) services	(78,838)	(91,533)	(88,885)	(90,957)	(86,639)
Revenue from government	89,820	88,446	85,677	84,030	79,415
Surplus/(deficit) attributable to the Australian Government	10,982	(3,087)	(3,208)	(6,927)	(7,224)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation surplus	(92)	–	–	–	–
Total other comprehensive income	(92)	–	–	–	–
Total comprehensive income/(loss) attributable to the Australian Government	10,890	(3,087)	(3,208)	(6,927)	(7,224)

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)**Note: Impact of net cash appropriation arrangements**

	2016–17 \$'000	2017–18 \$'000	2018–19 \$'000	2019–20 \$'000	2020–21 \$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	20,735	4,673	3,380	–	–
Less depreciation/amortisation expenses previously funded through revenue appropriations (a)	9,845	7,760	6,588	6,927	7,224
Total comprehensive income/(loss) —as per the statement of comprehensive income	10,890	(3,087)	(3,208)	(6,927)	(7,224)

(a) From 2010–11, the government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the departmental capital budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.6 Departmental Capital Budget Statement.

Table 3.3: Budgeted departmental balance sheet (as at 30 June)

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forw ard estimate \$'000	2019–20 Forw ard estimate \$'000	2020–21 Forw ard estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	122,171	100,400	97,644	97,644	97,644
Trade and other receivables	61,938	58,179	54,810	53,241	51,276
Total financial assets	184,109	158,579	152,454	150,885	148,920
Non-financial assets					
Land and buildings	24,904	21,733	19,941	17,179	14,031
Property, plant and equipment	18,463	29,271	35,252	33,120	31,761
Intangibles	26,041	40,807	41,212	41,807	41,734
Other non-financial assets	6,691	6,692	6,692	6,692	6,692
Total non-financial assets	76,099	98,503	103,097	98,798	94,218
Total assets	260,208	257,082	255,551	249,683	243,138
LIABILITIES					
Payables					
Suppliers	20,436	21,483	21,143	21,375	21,210
Other payables	20,390	18,155	15,288	13,456	11,624
Total payables	40,826	39,638	36,431	34,831	32,834
Provisions					
Employee provisions	26,520	25,833	25,698	25,698	25,698
Other provisions	3,049	1,665	1,638	1,669	1,701
Total provisions	29,569	27,498	27,336	27,367	27,399
Total liabilities	70,395	67,136	63,767	62,198	60,233
Net assets	189,813	189,946	191,784	187,485	182,905
EQUITY (a)					
Parent entity interest					
Contributed equity	43,257	46,477	51,523	54,151	56,795
Reserves	11,715	11,715	11,715	11,715	11,715
Retained surplus/(accumulated deficit)	134,841	131,754	128,546	121,619	114,395
Total parent entity interest	189,813	189,946	191,784	187,485	182,905
Total equity	189,813	189,946	191,784	187,485	182,905

(a) Equity is the residual interest in assets after the deduction of liabilities.

Table 3.4: Departmental statement of changes in equity—summary of movement (budget year 2017–18)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2017					
Balance carried forward from previous period	134,841	11,715	—	43,257	189,813
Adjusted opening balance	134,841	11,715	—	43,257	189,813
Comprehensive income					
Surplus/(deficit) for the period	(3,087)	—	—	—	(3,087)
Total comprehensive income	(3,087)	—	—	—	(3,087)
of which:					
Attributable to the Australian Government	(3,087)	—	—	—	(3,087)
Transactions with owners					
Contributions by owners					
Equity injection	—	—	—	580	580
Departmental capital budget (DCB)	—	—	—	2,640	2,640
Sub-total transactions with owners	—	—	—	3,220	3,220
Estimated closing balance as at 30 June 2018	131,754	11,715	—	46,477	189,946
Closing balance attributable to the Australian Government	131,754	11,715	—	46,477	189,946

Prepared on Australian Accounting Standards basis.

Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	83,053	92,205	89,046	85,599	81,380
Sale of goods and rendering of services	111,092	118,092	104,163	95,037	94,745
Net GST received	6,929	—	—	—	—
Total cash received	201,074	210,297	193,209	180,636	176,125
Cash used					
Employees	86,741	94,710	95,614	96,186	93,408
Suppliers	88,083	92,796	76,119	67,768	65,545
s 74 retained revenue receipts transferred to OPA	5,156	—	—	—	—
Other	2,075	5,402	5,102	4,932	4,862
Total cash used	182,055	192,908	176,835	168,886	163,815
Net cash from/(used by) operating activities	19,019	17,389	16,374	11,750	12,310
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant, equipment and intangibles	26,672	42,380	24,176	14,378	14,954
Total cash used	26,672	42,380	24,176	14,378	14,954
Net cash from/(used by) investing activities	(26,672)	(42,380)	(24,176)	(14,378)	(14,954)

Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June) (continued)

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
FINANCING ACTIVITIES					
Cash received					
Contributed equity	4,843	3,220	5,046	2,628	2,644
Total cash received	4,843	3,220	5,046	2,628	2,644
Net cash from/(used by) financing activities	4,843	3,220	5,046	2,628	2,644
Net increase/(decrease) in cash	(2,810)	(21,771)	(2,756)	–	–
Cash and cash equivalents at the beginning of the reporting period	124,981	122,171	100,400	97,644	97,644
Cash and cash equivalents at the end of the reporting period	122,171	100,400	97,644	97,644	97,644

Table 3.6: Departmental capital budget statement (for the period ended 30 June)

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget—Act No. 1 and Bill 3 (DCB)	2,666	2,640	2,627	2,628	2,644
Equity injections—Act No. 2 and Bill 4	2,177	580	2,419	—	—
Total new capital appropriations	4,843	3,220	5,046	2,628	2,644
Provided for:					
Purchase of non-financial assets	4,843	3,220	5,046	2,628	2,644
Total items	4,843	3,220	5,046	2,628	2,644
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	2,666	580	2,419	—	—
Funded by capital appropriation—DCB (b)	1,842	2,640	2,627	2,628	2,644
Funded internally from departmental resources (c)	24,942	39,160	19,130	11,750	12,310
TOTAL AMOUNT SPENT	29,450	42,380	24,176	14,378	14,954
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	29,450	42,380	24,176	14,378	14,954
Less gifted assets	(2,778)	—	—	—	—
TOTAL CASH REQUIRED TO ACQUIRE ASSETS	26,672	42,380	24,176	14,378	14,954

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

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

(c) Includes funding from current and prior year Act 1 and Bills 3 and 5 appropriations (excluding amounts from the DCB), donations and contributions, gifts, internally developed assets, section 74 retained revenue receipts and proceeds from the sale of assets.

Table 3.7: Statement of asset movements (2017–18 budget year)

	Land & Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
As at 1 July 2017				
Gross book value	33,586	35,515	76,621	145,722
Accumulated depreciation/amortisation and impairment	(8,682)	(17,052)	(50,580)	(76,314)
Opening net book balance	24,904	18,463	26,041	69,408
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase—appropriation equity (a)	—	580	—	580
By purchase—appropriation ordinary annual services (b)	—	1,848	792	2,640
By purchase—other	—	16,120	23,040	39,160
Total additions	—	18,548	23,832	42,380
Other movements				
Depreciation/amortisation expense	(3,171)	(7,740)	(9,066)	(19,977)
Total other movements	(3,171)	(7,740)	(9,066)	(19,977)
As at 30 June 2018				
Gross book value	33,586	54,063	100,453	188,102
Accumulated depreciation/amortisation and impairment	(11,853)	(24,792)	(59,646)	(96,291)
Closing net book balance	21,733	29,271	40,807	91,811

- (a) 'Appropriation equity' refers to equity injections or administered assets and liabilities appropriations provided through *Appropriation Act (No. 2) 2017–2018* and Bill (No. 4) 2017–2018, including collection development acquisition budgets (CDABs).
- (b) 'Appropriation ordinary annual services' refers to funding provided through *Appropriation Act (No. 1) 2017–2018* and Bill (No. 3) 2017–2018 for depreciation/amortisation expenses, DCBs or other operational expenses.

AUSTRALIAN FEDERAL POLICE

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

The strategic direction statement for AFP can be found in the 2017–18 PB Statements. There has been no change to AFP’s strategic direction as a result of Additional Estimates.

1.2 ENTITY RESOURCE STATEMENT

The entity resource statement details the resourcing for AFP at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2017–18 Budget year, including variations through Appropriation Bills No. 3 and No. 4, special appropriations and special accounts.

Table 1.1: Entity resource statement—additional estimates for 2017–18 as at Additional Estimates February 2018

	<i>Actual available appropriation</i>	<i>Estimate as at Budget</i>	<i>Proposed Additional Estimates</i>	<i>Total estimate at Additional Estimates</i>
	<i>2016-17</i>	<i>2017-18</i>	<i>2017-18</i>	<i>2017-18</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Departmental				
Annual appropriations—ordinary annual services				
Prior year appropriations available (a)	200,279	201,927	(1,648)	200,279
Departmental appropriation (b)	1,021,343	1,017,013	12,318	1,029,331
s 74 retained revenue receipts (c)	275,751	256,272	22,884	279,156
Departmental capital budget (d)	29,572	74,514	(16,409)	58,105
Annual appropriations—other services—non-operating				
Prior year appropriations available (a)	69,961	46,494	23,467	69,961
Equity injection (e)	89,649	57,546	17,777	75,323
Total departmental annual appropriations	1,686,555	1,653,766	58,389	1,712,155
Special accounts (f)				
Opening balance	7,936	7,936	2,876	10,812
Appropriation receipts (g)	1,507	1,490	49	1,539
Non-appropriation receipts	12,810	8,306	539	8,845
Total special accounts	22,253	17,732	3,463	21,195
<i>less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	<i>(14,317)</i>	<i>(9,796)</i>	<i>(587)</i>	<i>(10,383)</i>
Total departmental resourcing	1,694,491	1,661,702	61,265	1,722,967
Administered				
Annual appropriations—ordinary annual				
Outcome 1	11,744	16,077	—	16,077
Total administered annual appropriations	11,744	16,077	—	16,077
Total administered special appropriations (h)	—	—	100	—
Total administered resourcing	11,744	16,077	100	16,077
Total resourcing for entity (i)	1,706,235	1,677,779	61,365	1,739,044
			Actual 2016-17	2017-18
Average staffing level (number)			6,257	6,223

Prepared on a resourcing (i.e. appropriations available) basis.

Please note:

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

- (a) Estimated adjusted balance carried forward from previous years to meet existing leave provisions, other liabilities and capital commitments.
- (b) Appropriation Bill (No.1) 2017–18 and *Appropriation Act (No.3) 2017–18*, excluding DCB.
- (c) Estimated retained revenue receipts under section 74 of the PGPA Act.
- (d) DCBs are not separately identified in Appropriation Act (No.1) and form part of ordinary annual services items. Please refer to Table 3.6 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.
- (e) Appropriation Act (No. 2) 2017–2018 and Appropriation Bill (No. 4) 2017–2018.
- (f) Excludes 'special public money' held in accounts such as SOETM. For further information on special accounts see Table 3.1.
- (g) Amounts credited to the special account(s) from AFP's annual and special appropriations.
- (h) Special appropriation provided for the purpose of repayments under section 77 of the PGPA Act.

AFP Additional Estimates Statements

- (i) Total net resourcing comprises prior year and current year appropriations. The following table provides a summary of these two elements:

	<i>Actual available appropriation</i>	Total estimate at Additional Estimates
	<i>2016-17</i>	<i>2017-18</i>
	<i>\$'000</i>	<i>\$'000</i>
Total resources provided for in current year		
Budget	1,435,995	1,468,804
Prior year appropriations available (a)	270,240	270,240
Total net resourcing for entity	1,706,235	1,739,044

1.3 ENTITY MEASURES

Table 1.2 summarises new government measures taken since the 2017–18 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Entity 2017–18 measures since Budget

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Expense measures					
Unified Operational Communications Phase 2 (a)	1.1				
Departmental expenses		—	—	—	—
Total		—	—	—	—
Total expense measures					
Departmental		—	—	—	—
Total		—	—	—	—
Capital measures					
Unified Operational Communications Phase 2 (a)	1.1				
Departmental capital		—	—	—	—
Total		—	—	—	—
Total capital measures					
Departmental		—	—	—	—
Total		—	—	—	—
Decisions taken but not yet announced					
		—	—	—	—

Prepared on a Government Financial Statistics (fiscal) basis

- (a) Funding of \$6.477 million will be provided for 3 years from 2017–18 for departmental expenses and \$37.551 million will be provided over 3 years for capital expenses. This will be offset from within existing resources.

1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

Table 1.3 shows changes to the resourcing for AFP at Additional Estimates, by outcome. The table details the additional estimates resulting from new measures and other variations since the 2017–18 Budget in Appropriation Bills Nos. 3 and 4.

Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget

	Program impacted	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Outcome 1					
Administered					
Special appropriations					
Changes in Parameters					
Net increase—expense	1.1, 1.2	—	7	6	13
Other variations					
s 77 appropriation		100	—	—	—
Net impact on appropriations for Outcome 1 (administered)		100	7	6	13
Outcome 1					
Departmental					
Annual appropriations					
Measures					
Unified Operational Communications Phase 2 (a)—expense	1.1	—	—	—	—
Unified Operational Communications Phase 2 (a)—capital	1.1	—	—	—	—
Changes in parameters					
Net increase—expense	1.1, 1.2	11,042	13,659	13,577	14,415
Net increase—capital	1.1, 1.2	—	1,108	81	175
Other variations					
Commonwealth Redress Scheme for Survivors of Institutional Child Sexual Abuse—expense	1.1	—	(174)	(174)	(174)
Transfer of Dignitary Protection function from AGD to AFP	1.1	336	336	336	336
Living Away from Home Allowance funding agreement	1.1	940	—	—	—
Net impact on appropriations for Outcome 1 (departmental)		12,318	14,929	13,820	14,752
Total net impact on appropriations for Outcome 1		12,418	14,936	13,826	14,765

(a) Funding of \$6.477 million will be provided for 3 years from 2017–18 for departmental expenses and \$37.551 million will be provided over 3 years for capital expenses. This will be offset from within existing resources.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for AFP through Appropriation Bills Nos. 3 and 4.

Table 1.4: Appropriation Bill (No. 3) 2017–18

	2016-17 <i>Available</i> \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Administered items					
Outcome 1					
Reduced criminal and security threats to Australia's collective economic and societal interests through co-operative policing services	12,116	16,077	16,077	–	–
Total administered	12,116	16,077	16,077	–	–
Departmental programs					
Outcome 1					
Reduced criminal and security threats to Australia's collective economic and societal interests through co-operative policing services (a)	1,057,346	1,091,527	1,091,527	–	–
Total departmental	1,057,346	1,091,527	1,091,527	–	–
Total administered and departmental	1,069,462	1,107,604	1,107,604	–	–

(a) Departmental appropriation was utilised to offset funding received for the measure *Unified Operational Communications Phase 2*. The amount of this offset exceeded new funding received for measures and variations listed in Table 1.2 and Table 1.3.

Table 1.5: Appropriation Bill (No. 4) 2017–18

	2016-17 <i>Available</i> \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	89,649	57,546	75,323	17,777	–
Total non-operating	89,649	57,546	75,323	17,777	–

Section 2: Revisions to outcomes and planned performance

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: Reduced criminal and security threats to Australia's collective economic and societal interests through co-operative policing services.

Linked programs

AFP works collaboratively with other law enforcement, border and national security agencies including across the Home Affairs portfolio in addressing criminal and security threats through a number of mechanisms, including joint taskforces, joint operations, information and intelligence sharing, international development assistance and policy development.

Budgeted expenses for Outcome 1

This table shows how much the entity intends to spend (on an accrual basis) on achieving the outcome, broken down by program, as well as by Administered and Departmental funding sources.

Table 2.1 Budgeted expenses for Outcome 1

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 1.1: Federal Policing and National Security					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	2,212	1,977	970	980	987
Special appropriations					
<i>Special appropriation s 77</i>	562	100	—	—	—
Administered total	2,774	2,077	970	980	987
Departmental expenses					
Departmental appropriation (a)	789,376	845,695	867,859	840,999	814,745
s 74 retained revenue receipts (a)	93,057	105,410	95,014	84,638	84,562
Special accounts					
Services for other entities and trust moneys	11,441	10,383	11,325	11,427	11,532
Expenses not requiring appropriation in the Budget year (b)	84,096	98,831	109,051	118,030	123,580
Departmental total	977,970	1,060,319	1,083,249	1,055,094	1,034,419
Total expenses for program 1.1	980,744	1,062,396	1,084,219	1,056,074	1,035,406
Program 1.2: International Police Assistance					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	9,531	14,100	6,530	4,863	5,697
Administered total	9,531	14,100	6,530	4,863	5,697
Departmental expenses					
Departmental appropriation	231,967	183,636	161,609	154,719	155,708
s 74 retained revenue receipts (a)	9,390	11,060	6,204	5,958	5,621
Expenses not requiring appropriation in the Budget year (b)	4,791	3,345	1,997	945	707
Departmental total	246,148	198,041	169,810	161,622	162,036
Total expenses for program 1.2	255,679	212,141	176,340	166,485	167,733

Table 2.1 Budgeted expenses for Outcome 1 (continued)

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Outcome 1 Totals by appropriation type					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	11,743	16,077	7,500	5,843	6,684
Special appropriations	562	100	—	—	—
Administered total	12,305	16,177	7,500	5,843	6,684
Departmental expenses					
Departmental appropriations	1,021,343	1,029,331	1,029,468	995,718	970,453
Section 74 retained revenue receipts (a)	102,447	116,470	101,218	90,596	90,183
Special accounts	11,441	10,383	11,325	11,427	11,532
Expenses not requiring appropriation in the Budget year (b)	88,887	102,176	111,048	118,975	124,287
Departmental total	1,224,118	1,258,360	1,253,059	1,216,716	1,196,455
Total expenses for Outcome 1	1,236,423	1,274,537	1,260,559	1,222,559	1,203,139
Average staffing level (number)					
	5,306	5,261			

Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

(a) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses and resources received free of charge.

Performance criteria for Outcome 1

There are no changes to AFP's performance information as reported in the 2017-18 PB Statements.

2.2 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 2

Outcome 2: A safe and secure environment through policing activities on behalf of the Australian Capital Territory Government.

Budgeted expenses for Outcome 2

This table shows how much AFP intends to spend (on an accrual basis) on achieving the outcome, broken down by program and by Departmental funding sources.

Table 2.2 Budgeted expenses for Outcome 2

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 2.1: ACT Community Policing					
Departmental expenses					
s 74 retained revenue receipts (a)	153,745	159,628	162,085	163,021	162,457
Expenses not requiring appropriation in the Budget year (b)	8,493	8,368	8,525	8,466	8,466
Departmental total	162,238	167,996	170,610	171,487	170,923
Total expenses for Outcome 2	162,238	167,996	170,610	171,487	170,923
Average staffing level (number)					
	951	962			

Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

- (a) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.
 (b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses and resources received free of charge.

Performance criteria for Outcome 2

There are no changes to AFP's performance information as reported in the 2017-18 PB Statements.

Section 3: Special account flows and budgeted financial statements

3.1 SPECIAL ACCOUNT FLOWS

Estimates of special account flows

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1 shows the expected additions (receipts) and reductions (payments) for each account used by AFP.

Table 3.1: Estimates of special account flows and balances

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Services for other entities and trust moneys— <i>Public Governance, Performance and Accountability Act</i> 2013 s 78 Determination 2011/03 (D)	1					
2017–18		10,812	10,383	10,383	—	10,812
2016–17		7,936	14,317	11,441	—	10,812
Total special accounts						
2017-18 Budget estimate		10,812	10,383	10,383	—	10,812
<i>Total special accounts</i>						
<i>2016–17 actual</i>		7,936	14,317	11,441	—	10,812

(D) = Departmental

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

Changes to the departmental and administered budgeted financial statements since the 2017–18 PB Statements include actual financial results for 2016–17 movements of funds and indexation updates.

Departmental

Income Statement

AFP's 2017–18 departmental appropriations have increased by \$12.318 million from the estimates in the 2017–18 PB Statements to \$1,029.331 million largely relating to parameter adjustments.

Own-sourced income has also increased in 2017–18 by \$22.884 million to \$279.156 million. The increases are largely the result of retaining AFP's criminal history checking service and an increase in funding for ACT Policing.

Capital Budget Statement

Since the estimates in the 2017–18 PB Statements AFP has received \$17.777 million in equity injections. This largely relates to the provision of funding under the measure *Unified Operational Communications – Phase 2* of \$37.551 million over the current and forward estimates. This equity injection has been fully offset from within AFP's DCB.

Administered

Total estimates expenses administered on behalf of the government for 2017–18 are \$16.117 million, an increase of \$0.100 million from the 2017–18 PB Statements. This increase is due to the provision of a special appropriation under section 77 of the PGPA Act.

3.2.2 Budgeted financial statements

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
EXPENSES					
Employee benefits	848,587	857,783	869,315	860,819	830,018
Suppliers	443,457	449,996	429,011	394,071	398,630
Grants	2,093	—	—	—	—
Depreciation and amortisation	88,780	104,989	114,018	121,886	127,198
Finance costs	391	—	—	—	—
Write-down and impairment of assets	3,048	—	—	—	—
Total expenses	1,386,356	1,412,768	1,412,344	1,376,776	1,355,846
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	271,954	277,168	263,728	253,888	252,812
Other revenue	3,797	1,988	2,790	2,885	2,984
Total own-source revenue	275,751	279,156	266,518	256,773	255,796
Gains					
Sale of assets	219	—	—	—	—
Other gains	7,000	5,555	5,555	5,555	5,555
Total gains	7,219	5,555	5,555	5,555	5,555
Total own-source income	282,970	284,711	272,073	262,328	261,351
Net cost of/(contribution by) services	(1,103,386)	(1,128,057)	(1,140,271)	(1,114,448)	(1,094,495)
Revenue from government	1,021,343	1,029,331	1,029,468	995,718	970,453
Surplus/(deficit) attributable to the Australian Government	(82,043)	(98,726)	(110,803)	(118,730)	(124,042)
Total comprehensive income/(loss) attributable to the Australian Government	(82,043)	(98,726)	(110,803)	(118,730)	(124,042)
Total comprehensive income/(loss) excluding depreciation/amortisation expenses not funded through revenue appropriations	6,738	6,263	3,215	3,156	3,156
less depreciation/amortisation expenses not funded through revenue appropriations (a)	88,781	104,989	114,018	121,886	127,198
Total comprehensive income/(loss) - as per the statement of comprehensive income	(82,043)	(98,726)	(110,803)	(118,730)	(124,042)

(a) From 2010–11, the government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the departmental capital budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.6 Departmental capital budget statement.

Table 3.3: Budgeted departmental balance sheet (as at 30 June)

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	17,702	8,701	8,701	8,701	8,701
Trade and other receivables	303,125	269,878	247,064	240,370	225,639
Other financial assets	5,071	5,070	5,070	5,070	5,070
Total financial assets	325,898	283,649	260,835	254,141	239,410
Non-financial assets					
Land and buildings	349,387	374,585	397,548	379,979	344,786
Property, plant and equipment	138,433	143,325	148,423	151,295	142,202
Investment property					
Intangibles	38,409	76,620	82,423	67,654	70,697
Inventories	5,652	5,653	5,653	5,653	5,653
Tax assets					
Other non-financial assets	23,011	23,645	24,297	24,968	25,660
Total non-financial assets	554,892	623,828	658,344	629,549	588,998
Assets held for sale	–	–	–	–	–
Total assets	880,790	907,477	919,179	883,690	828,408
LIABILITIES					
Payables					
Suppliers	85,059	74,071	70,847	68,822	64,712
Other payables	20,645	20,009	18,591	17,009	17,079
Total payables	105,704	94,080	89,438	85,831	81,791
Provisions					
Employee provisions	289,001	292,161	296,089	293,195	282,704
Other provisions	31,648	32,099	32,563	33,041	33,533
Total provisions	320,649	324,260	328,652	326,236	316,237
Total liabilities	426,353	418,340	418,090	412,067	398,028
Net assets	454,437	489,137	501,089	471,623	430,380
EQUITY (a)					
Parent entity interest					
Contributed equity	1,055,504	1,188,932	1,311,687	1,400,951	1,483,750
Reserves	123,754	123,754	123,754	123,754	123,754
Retained surplus/ (accumulated deficit)	(724,823)	(823,549)	(934,352)	(1,053,082)	(1,177,124)
Total parent entity interest	454,435	489,137	501,089	471,623	430,380
Total Equity	454,435	489,137	501,089	471,623	430,380

(a) Equity is the residual interest in assets after the deduction of liabilities

Table 3.4: Departmental statement of changes in equity—summary of movement (budget year 2017–18)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2017				
Balance carried forward from previous period	(724,823)	123,754	1,055,504	454,435
Adjustment for changes in accounting policies	—	—	—	—
Adjusted opening balance	(724,823)	123,754	1,055,504	454,435
Comprehensive income				
Surplus/(deficit) for the period	(98,726)	—	—	(98,726)
Total comprehensive income	(98,726)	—	—	(98,726)
of which:				
Attributable to the Australian Government	(98,726)	—	—	(98,726)
Transactions with owners				
Contributions by owners				
Equity injection—appropriation	—	—	75,323	75,323
Departmental capital budget	—	—	58,105	58,105
Sub-total transactions with owners	—	—	133,428	133,428
Estimated closing balance as at 30 June 2018	(823,549)	123,754	1,188,932	489,137
Closing balance attributable to the Australian Government	(823,549)	123,754	1,188,932	489,137

Prepared on Australian Accounting Standards basis.

Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	1,285,508	1,272,969	1,276,367	1,249,682	1,232,269
Sale of goods and rendering of services	269,366	279,092	264,776	254,663	255,894
Net GST received	33,841	35,063	33,264	31,994	32,148
Other	–	271	271	271	271
Total cash received	1,588,715	1,587,395	1,574,678	1,536,610	1,520,582
Cash used					
Employees	851,406	855,109	865,232	863,357	840,678
Suppliers	461,555	455,661	426,868	390,734	397,385
s 74 retained revenue receipts transferred to official public account	275,958	279,363	279,363	279,363	279,363
Other	2,093	–	–	–	–
Total cash used	1,591,012	1,590,133	1,571,463	1,533,454	1,517,426
Net cash from/(used by) operating activities	(2,297)	(2,738)	3,215	3,156	3,156
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	264	–	–	–	–
Total cash received	264	–	–	–	–
Cash used					
Purchase of property, plant, equipment and intangibles	89,903	173,290	147,882	92,420	85,955
Total cash used	89,903	173,290	147,882	92,420	85,955
Net cash from/(used by) investing activities	(89,639)	(173,290)	(147,882)	(92,420)	(85,955)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	86,020	167,027	144,667	89,264	82,799
Total cash received	86,020	167,027	144,667	89,264	82,799
Net cash from/(used by) financing activities	86,020	167,027	144,667	89,264	82,799
Net increase/(decrease) in cash held	(5,916)	(9,001)	–	–	–
Cash and cash equivalents at the beginning of the reporting period	23,618	17,702	8,701	8,701	8,701
Cash and cash equivalents at the end of the reporting period	17,702	8,701	8,701	8,701	8,701

Table 3.6: Departmental capital budget statement (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget– Act No. 1 and Bill 3 (DCB)	29,572	58,105	58,623	78,748	82,765
Equity injections– Act No. 2 and Bill 4	89,649	75,323	64,132	10,516	34
Total new capital appropriations	119,221	133,428	122,755	89,264	82,799
Provided for:					
Purchase of non-financial assets	119,221	133,428	122,755	89,264	82,799
Total Items	119,221	133,428	122,755	89,264	82,799
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	56,448	108,922	86,044	10,516	34
Funded by capital appropriation– DCB (b)	29,572	58,105	58,623	78,748	82,765
Funded internally from departmental resources (c)	3,883	6,263	3,215	3,156	3,156
TOTAL PURCHASES	89,903	173,290	147,882	92,420	85,955
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	89,903	173,290	147,882	92,420	85,955
TOTAL ACQUISITIONS	89,903	173,290	147,882	92,420	85,955

Prepared on Australian Accounting Standards basis.

- (a) Includes both current and prior year Act 2 and Bills 4 and 6 appropriations and special capital appropriations.
- (b) Does not include annual finance lease costs. Includes purchases from current and previous years' DCBs.
- (c) Includes current and previous years' section 74 retained revenue receipts and proceeds from the sale of assets.

Table 3.7: Statement of asset movements (2017–18 budget year)

	Asset Category				Total
	Land	Buildings	Other property, plant and equipment	Computer software and intangibles	
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2017					
Gross book value	2,400	346,987	138,433	111,110	598,930
Accumulated depreciation/amortisation and impairment	–	–	–	(72,701)	(72,701)
Opening net book balance	2,400	346,987	138,433	38,409	526,229
CAPITAL ASSET ADDITIONS					
Estimated expenditure on new or replacement assets					
By purchase—appropriation equity (a)	–	38,639	31,136	39,147	108,922
By purchase—appropriation ordinary annual services (b)	–	20,086	29,134	15,148	64,368
Total additions	–	58,725	60,270	54,295	173,290
Other movements					
Depreciation/amortisation expense	–	(33,527)	(55,378)	(16,084)	(104,989)
Disposals (c)	–	–	–	–	–
Total other movements	–	(33,527)	(55,378)	(16,084)	(104,989)
As at 30 June 2018					
Gross book value	2,400	405,712	198,703	165,405	772,220
Accumulated depreciation/amortisation and impairment	–	(33,527)	(55,378)	(88,785)	(177,690)
Closing net book balance	2,400	372,185	143,325	76,620	594,530

Prepared on Australian Accounting Standards basis.

- (a) 'Appropriation equity' refers to equity injections or administered assets and liabilities appropriations provided through *Appropriation Act (No. 2) 2017–2018* and Bill (No. 4) 2017–2018, including collection development acquisition budgets (CDABs).
- (b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Act (No. 1) 2017–2018 and Bill (No. 3) 2017–2018 for depreciation/amortisation expenses, DCBs or other operational expenses.
- (c) Net Proceeds may be returned to the official public account.

Table 3.8: Schedule of budgeted income and expenses administered on behalf of government (for the period ended 30 June)

	2016-17	2017-18	2018-19	2019-20	2020-21
	Actual	Revised budget	Forward estimate	Forward estimate	Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Suppliers	11,734	16,177	7,500	5,843	6,684
Write-down and impairment of assets	10	—	—	—	—
Total expenses administered on behalf of government	11,744	16,177	7,500	5,843	6,684
LESS:					
Non-taxation revenue					
Other revenue	574	—	—	—	—
Total non-taxation revenue	574	—	—	—	—
Total own-source revenue administered on behalf of government	574	—	—	—	—
Total own-source income administered on behalf of government	574	—	—	—	—
Net cost of/(contribution by) services	11,170	16,177	7,500	5,843	6,684
Surplus/(deficit) before income tax	(11,170)	(16,177)	(7,500)	(5,843)	(6,684)
Income tax expense	—	—	—	—	—
Surplus/(deficit) after income tax	(11,170)	(16,177)	(7,500)	(5,843)	(6,684)
Total comprehensive income (loss) attributable to the Australian Government	(11,170)	(16,177)	(7,500)	(5,843)	(6,684)

Prepared on Australian Accounting Standards basis.

Table 3.9: Schedule of budgeted assets and liabilities administered on behalf of government (as at 30 June)

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000	2020-21 Forw ard estimate \$'000
ASSETS					
Financial assets					
Trade and other receivables	113	113	113	113	113
Total financial assets	113	113	113	113	113
Total assets administered on behalf of government	113	113	113	113	113
LIABILITIES					
Payables					
Suppliers	1,099	573	463	463	463
Total payables	1,099	573	463	463	463
Net assets/(liabilities)	(986)	(460)	(350)	(350)	(350)

Prepared on Australian Accounting Standards basis.

Table 3.10: Schedule of budgeted administered cash flows (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Sale of goods and rendering of services	—	—	—	—	—
Net GST received	20	—	—	—	—
Other	552	—	—	—	—
Total cash received	572	—	—	—	—
Cash used					
Suppliers	11,886	16,704	7,610	5,843	6,684
Total cash used	11,886	16,704	7,610	5,843	6,684
Net cash from/(used by) operating activities	(11,314)	(16,704)	(7,610)	(5,843)	(6,684)
Net increase/(decrease) in cash held	(11,314)	(16,704)	(7,610)	(5,843)	(6,684)
Cash and cash equivalents at beginning of reporting period	4	—	—	—	—
Cash from Official Public Account for:					
- Appropriations	13,346	16,704	7,610	5,843	6,684
Total cash from Official Public Account	13,350	16,704	7,610	5,843	6,684
Cash to Official Public Account for:					
- Appropriations	2,036	—	—	—	—
Total cash to Official Public Account	2,036	—	—	—	—
Cash and cash equivalents at end of reporting period	—	—	—	—	—

Prepared on Australian Accounting Standards basis.

AUSTRALIAN TRANSACTION REPORTS AND ANALYSIS CENTRE

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

The strategic direction statement for AUSTRAC can be found in the 2017-18 PB Statements. There has been no change to AUSTRAC's strategic direction as a result of Additional Estimates.

1.2 ENTITY RESOURCE STATEMENT

The entity resource statement details the resourcing for AUSTRAC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2017-18 Budget year, including variations through Appropriation Bills No. 3 and No. 4.

Table 1.1: Entity resource statement—additional estimates for 2017–18 as at Additional Estimates February 2018

	<i>Actual available appropriation</i>	<i>Estimate as at Budget</i>	<i>Proposed Additional Estimates</i>	<i>Total estimate at Additional Estimates</i>
	<i>2016–17</i>	<i>2017–18</i>	<i>2017–18</i>	<i>2017–18</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Departmental				
Annual appropriations—ordinary annual services (a)				
Prior year appropriations available	10,635	8,767	(128)	8,639
Departmental appropriation	57,567	59,490	3,172	62,662
s 74 retained revenue receipts (b)	4,424	2,537	1,879	4,416
Departmental capital budget (c)	3,094	3,061	-	3,061
Annual appropriations—other services— non-operating (d)				
Prior year appropriations available	4,750	4,750	5,596	10,346
Equity injection	10,200	2,000	1,600	3,600
Total departmental annual appropriations	90,670	80,605	12,119	92,724
Total departmental resourcing	90,670	80,605	12,119	92,724
Total resourcing for entity	90,670	80,605	12,119	92,724
			<i>Actual 2016–17</i>	<i>2017–18</i>
Average staffing level (number)			320	314

Prepared on a resourcing (i.e. appropriations available) basis.

Please note:

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

(a) *Appropriation Act (No. 1) 2017–2018* and *Appropriation Bill (No. 3) 2017–2018*.

(b) Estimated retained revenue receipts under section 74 of the PGPA Act.

(c) DCBs are not separately identified in Appropriation Act (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'.

(d) *Appropriation Act (No. 2) 2017–2018* and *Appropriation Bill (No. 4) 2017–2018*.

1.3 ENTITY MEASURES

Table 1.2 summarises new government measures taken since the 2017–18 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Entity 2017–18 measures since Budget

	Program	2017–18 \$'000	2018–19 \$'000	2019–20 \$'000	2020–21 \$'000
Revenue measures					
Strengthening Australia's Defences against Money Laundering and Terrorism Financing	1.1				
Administered revenues		–	9,578	10,877	12,146
Total revenue measures		–	9,578	10,877	12,146
Expense measures					
Strengthening Australia's Defences against Money Laundering and Terrorism Financing	1.1				
Departmental expenses		1,339	7,383	9,364	10,155
Confiscated Assets Account	1.1				
Departmental expenses		1,879	2,075	1,577	–
Total expense measures		3,218	9,458	10,941	10,155
Capital measures					
Strengthening Australia's Defences against Money Laundering and Terrorism Financing	1.1				
Departmental capital		1,600	6,700	3,600	3,110
Total capital measures		1,600	6,700	3,600	3,110

Prepared on a Government Financial Statistics (fiscal) basis.

1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

Table 1.3 shows changes to the resourcing for AUSTRAC at Additional Estimates, by outcome. The table details the additional estimates resulting from new measures and other variations since the 2017–18 Budget in Appropriation Bills Nos. 3 and 4.

Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget

	Program impacted	2017–18 \$'000	2018–19 \$'000	2019–20 \$'000	2020–21 \$'000
Outcome 1					
Departmental					
Annual appropriations					
Strengthening Australia's Defences against Money Laundering and Terrorism Financing	1.1	2,939	14,083	12,964	13,265
Other estimate variation	1.1	1,833	1,546	1,548	–
Changes in parameters					
Net increase	1.1	–	62	–	–
Other variations					
Net decrease	1.1	–	(10)	(10)	(10)
Net impact on appropriations for Outcome 1 (departmental)		4,772	15,681	14,502	13,255
Total net impact on appropriations for Outcome 1		4,772	15,681	14,502	13,255

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for AUSTRAC through Appropriation Bills Nos. 3 and 4.

Table 1.4: Appropriation Bill (No. 3) 2017–18

	2016–17 Available \$'000	2017–18 Budget \$'000	2017–18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Departmental programs					
Outcome 1—The protection of the financial system from criminal abuse through actionable financial intelligence and collaboration with domestic and international partners	60,661	62,551	65,723	3,172	–
Total departmental	60,661	62,551	65,723	3,172	–

Note: 2016–17 available appropriation is included to allow a comparison of the 2017–18 appropriation with what was made available for use in the previous year.

Table 1.5: Appropriation Bill (No. 4) 2017–18

	2016–17 Available \$'000	2017–18 Budget \$'000	2017–18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	10,200	2,000	3,600	1,600	–
Total non-operating	10,200	2,000	3,600	1,600	–
Total other services	10,200	2,000	3,600	1,600	–

Note: 2016–17 available appropriation is included to allow a comparison of the 2017–18 appropriation with what was made available for use in the previous year.

Section 2: Revisions to outcomes and planned performance

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: The protection of the financial system from criminal abuse through actionable financial intelligence and collaboration with domestic and international partners.

Linked programs

For full details of linked programs, refer to page 189 of the 2017-18 PB Statements. There are no significant changes to the linked programs for AUSTRAC arising from AAO of 20 December 2017.

Budgeted expenses for Outcome 1

This table shows how much AUSTRAC intends to spend (on an accrual basis) on achieving the outcome, broken down by program, as well as by Departmental funding sources.

Table 2.1 Budgeted expenses for Outcome 1

	2016–17 Actual expenses \$'000	2017–18 Revised estimated expenses \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
Program 1.1: AUSTRAC					
Administered expenses					
Expenses not requiring appropriation in the Budget year (a)	265	–	–	–	–
Administered total	265	–	–	–	–
Departmental expenses					
Departmental appropriations	59,176	62,662	68,528	67,779	67,410
Section 74 retained revenue receipts (b)	4,424	4,416	3,078	1,577	–
Expenses not requiring appropriation in the Budget year (a)	7,251	6,291	5,366	6,306	7,055
Departmental total	70,851	73,369	76,972	75,662	74,465
Total expenses for Outcome 1	71,116	73,369	76,972	75,662	74,465
	2016–17	2017–18			
Average staffing level (number)	320	314			

Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

(a) Expenses not requiring appropriation in the Budget year are made up of depreciation and amortisation expenses, losses from asset sales, audit fees and bad and doubtful debts.

(b) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.

Performance criteria for Outcome 1

There are no changes to AUSTRAC's performance information as reported in the 2017–18 PB Statements.

Section 3: Special account flows and budgeted financial statements

3.1 BUDGETED FINANCIAL STATEMENTS

3.1.1 Analysis of budgeted financial statements

The revised total expenses in 2017–18 are \$73.369 million, an increase of \$5.165 million from the estimate of \$68.204 million in the 2017–18 PB Statements. The increase is funded by a \$3.172 million increase in appropriation and a \$1.879 million increase in own-resource revenue. The remaining \$0.114 million comprises unfunded depreciation and amortisation expenses.

Equity injection in 2017–18 has been revised to \$3.6 million, an increase of \$1.6 million from the estimate of \$2.0 million in the 2017–18 PB Statements.

The above changes reflect the various government decisions and other variations listed in Tables 1.2 and 1.3.

3.1.2 Budgeted financial statements

Table 3.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
EXPENSES					
Employee benefits	43,503	41,595	43,603	42,091	39,991
Suppliers	20,232	25,643	28,163	27,425	27,579
Depreciation and amortisation	6,998	6,131	5,206	6,146	6,895
Losses from asset sales	118	—	—	—	—
Total expenses	70,851	73,369	76,972	75,662	74,465
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Other revenue	4,424	4,416	3,078	1,577	—
Total own-source revenue	4,424	4,416	3,078	1,577	—
Gains					
Other gains	135	160	160	160	160
Total gains	135	160	160	160	160
Total own-source income	4,559	4,576	3,238	1,737	160
Net cost of/(contribution by) services	(66,292)	(68,793)	(73,734)	(73,925)	(74,305)
Revenue from government	57,567	62,662	68,528	67,779	67,410
Surplus/(deficit) attributable to the Australian Government	(8,725)	(6,131)	(5,206)	(6,146)	(6,895)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation surplus	—	—	—	—	—
Total other comprehensive income	—	—	—	—	—
Total comprehensive income/(loss) attributable to the Australian Government	(8,725)	(6,131)	(5,206)	(6,146)	(6,895)
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	(1,727)	—	—	—	—
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	6,998	6,131	5,206	6,146	6,895
Total comprehensive income/(loss) —as per the statement of comprehensive income	(8,725)	(6,131)	(5,206)	(6,146)	(6,895)

(a) From 2010–11, the government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the departmental capital budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.5 Departmental Capital Budget Statement.

Table 3.2: Budgeted departmental balance sheet (as at 30 June)

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	2,798	2,798	2,798	2,798	2,798
Trade and other receivables	17,612	14,212	14,212	14,212	14,212
Total financial assets	20,410	17,010	17,010	17,010	17,010
Non-financial assets					
Property, plant and equipment	11,432	8,828	7,933	6,593	5,313
Intangibles	7,925	14,459	20,497	22,346	22,916
Other non-financial assets	3,241	3,241	3,241	3,241	3,241
Total non-financial assets	22,598	26,528	31,671	32,180	31,470
Total assets	43,008	43,538	48,681	49,190	48,480
LIABILITIES					
Payables					
Suppliers	8,180	8,180	8,180	8,180	8,180
Other payables	745	745	745	745	745
Total payables	8,925	8,925	8,925	8,925	8,925
Provisions					
Employee provisions	12,267	12,267	12,267	12,267	12,267
Other provisions	448	448	448	448	448
Total provisions	12,715	12,715	12,715	12,715	12,715
Total liabilities	21,640	21,640	21,640	21,640	21,640
Net assets	21,368	21,898	27,041	27,550	26,840
EQUITY (a)					
Parent entity interest					
Contributed equity	80,433	87,094	97,443	104,098	110,283
Reserves	3,116	3,116	3,116	3,116	3,116
Retained surplus/ (accumulated deficit)	(62,181)	(68,312)	(73,518)	(79,664)	(86,559)
Total parent entity interest	21,368	21,898	27,041	27,550	26,840
Total Equity	21,368	21,898	27,041	27,550	26,840

(a) Equity is the residual interest in assets after the deduction of liabilities.

Table 3.3: Departmental statement of changes in equity—summary of movement (budget year 2017–18)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity / capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2017					
Balance carried forward from previous period	(62,181)	3,116	–	80,433	21,368
Adjusted opening balance	(62,181)	3,116	–	80,433	21,368
Comprehensive income					
Surplus/(deficit) for the period	(6,131)	–	–	–	(6,131)
Total comprehensive income	(6,131)	–	–	–	(6,131)
of which:					
Attributable to the Australian Government	(6,131)	–	–	–	(6,131)
Transactions with owners					
Contributions by owners					
Equity Injection—Appropriation	–	–	–	3,600	3,600
Departmental Capital Budget (DCB)	–	–	–	3,061	3,061
Sub-total transactions with owners	–	–	–	6,661	6,661
Estimated closing balance as at 30 June 2018	(68,312)	3,116	–	87,094	21,898
Closing balance attributable to the Australian Government	(68,312)	3,116	–	87,094	21,898

Prepared on Australian Accounting Standards basis.

Table 3.4: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	59,923	62,662	68,528	67,779	67,410
Net GST received	2,229	2,200	2,200	2,200	2,200
Other	10,253	4,416	3,078	1,577	–
Total cash received	72,405	69,278	73,806	71,556	69,610
Cash used					
Employees	41,968	41,595	43,603	42,091	39,991
Suppliers	25,849	27,683	30,203	29,465	29,619
Net GST paid	(115)	–	–	–	–
Total cash used	67,702	69,278	73,806	71,556	69,610
Net cash from/(used by) operating activities	4,703	–	–	–	–
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant, equipment and intangibles	12,039	10,061	10,349	6,655	6,185
Total cash used	12,039	10,061	10,349	6,655	6,185
Net cash from/(used by) investing activities	(12,039)	(10,061)	(10,349)	(6,655)	(6,185)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	8,266	10,061	10,349	6,655	6,185
Total cash received	8,266	10,061	10,349	6,655	6,185
Net cash from/(used by) financing activities	8,266	10,061	10,349	6,655	6,185
Net increase/(decrease) in cash held	930	–	–	–	–
Cash and cash equivalents at the beginning of the reporting period	1,868	2,798	2,798	2,798	2,798
Cash and cash equivalents at the end of the reporting period	2,798	2,798	2,798	2,798	2,798

Prepared on Australian Accounting Standards basis.

Table 3.5: Departmental capital budget statement (for the period ended 30 June)

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget—Act No. 1 and Bill 3 (DCB)	3,094	3,061	3,049	3,055	3,075
Equity injections—Act No. 2 and Bill 4	10,200	3,600	7,300	3,600	3,110
Total new capital appropriations	13,294	6,661	10,349	6,655	6,185
Provided for:					
Purchase of non-financial assets	13,294	6,661	10,349	6,655	6,185
Total Items	13,294	6,661	10,349	6,655	6,185
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	4,604	7,000	7,300	3,600	3,110
Funded by capital appropriation—DCB (b)	3,663	3,061	3,049	3,055	3,075
Funded internally from departmental resources (c)	3,772	—	—	—	—
TOTAL AMOUNT SPENT	12,039	10,061	10,349	6,655	6,185
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	12,039	10,061	10,349	6,655	6,185
TOTAL CASH REQUIRED TO ACQUIRE ASSETS	12,039	10,061	10,349	6,655	6,185

Prepared on Australian Accounting Standards basis.

(a) Includes both current and prior Bill No. 4 and prior Act No. 2, and Bills 4 and 6 appropriations.

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

(c) Includes the following sources of funding: section 74 retained revenue receipts.

Table 3.6: Statement of asset movements (2017–18 budget year)

	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
As at 1 July 2017			
Gross book value	23,440	25,285	48,725
Accumulated depreciation/amortisation and impairment	(12,008)	(17,360)	(29,368)
Opening net book balance	11,432	7,925	19,357
CAPITAL ASSET ADDITIONS			
Estimated expenditure on new or replacement assets			
By purchase—appropriation equity (a)	—	7,000	7,000
By purchase—appropriation ordinary annual services (b)	1,279	1,782	3,061
Total additions	1,279	8,782	10,061
Other movements			
Depreciation/amortisation expense	(3,883)	(2,248)	(6,131)
Total other movements	(3,883)	(2,248)	(6,131)
As at 30 June 2018			
Gross book value	24,719	34,067	58,786
Accumulated depreciation/amortisation and impairment	(15,891)	(19,608)	(35,499)
Closing net book balance	8,828	14,459	23,287

Prepared on Australian Accounting Standards basis.

- (a) 'Appropriation equity' refers to equity injections or administered assets and liabilities appropriations provided through *Appropriation Act (No. 2) 2017–2018* and Bill (No. 4) 2017–2018, including collection development acquisition budgets (CDABs).
- (b) 'Appropriation ordinary annual services' refers to funding provided through *Appropriation Act (No. 1) 2017–2018* and Bill (No. 3) 2017–2018 for depreciation/amortisation expenses, DCBs or other operational expenses.

Table 3.7: Schedule of budgeted income and expenses administered on behalf of government (for the period ended 30 June)

	2016–17	2017–18	2018–19	2019–20	2020–21
	Actual	Revised	Forward	Forward	Forward
	\$'000	budget	estimate	estimate	estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Other expenses	265	–	–	–	–
Total expenses administered on behalf of Government	265	–	–	–	–
LESS:					
OWN-SOURCE INCOME					
Non-taxation revenue					
Fees and fines	45,290	200	150	100	100
Other revenue	65,316	65,507	77,020	73,925	74,304
Total non-taxation revenue	110,606	65,707	77,170	74,025	74,404
Total own-source income administered on behalf of government	110,606	65,707	77,170	74,025	74,404
Net cost of/(contribution by) services	(110,341)	(65,707)	(77,170)	(74,025)	(74,404)
Total comprehensive income (loss) attributable to the Australian Government	(110,341)	(65,707)	(77,170)	(74,025)	(74,404)

Prepared on Australian Accounting Standards basis.

Table 3.8: Schedule of budgeted assets and liabilities administered on behalf of government (as at 30 June)

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	1	1	1	1	1
Total financial assets	1	1	1	1	1
Total assets administered on behalf of government	1	1	1	1	1
LIABILITIES					
Total liabilities administered on behalf of government	–	–	–	–	–
Net assets/(liabilities)	1	1	1	1	1

Prepared on Australian Accounting Standards basis.

Table 3.9: Schedule of budgeted administered cash flows (for the period ended 30 June)

	2016–17 Actual \$'000	2017–18 Revised budget \$'000	2018–19 Forward estimate \$'000	2019–20 Forward estimate \$'000	2020–21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Fines	45,290	200	150	100	100
Other	65,051	65,507	77,020	73,925	74,304
Total cash received	110,341	65,707	77,170	74,025	74,404
Net cash from/(used by) operating activities	110,341	65,707	77,170	74,025	74,404
Net increase/(decrease) in cash held	110,341	65,707	77,170	74,025	74,404
Cash and cash equivalents at beginning of reporting period	–	1	1	1	1
Cash from Official Public Account for:					
- Transfers from other entities (Finance—Whole of Government)	23	–	–	–	–
Total cash from Official Public Account	23	–	–	–	–
Cash to Official Public Account for:					
- Transfers to other entities (Finance—Whole-of-Government)	(110,363)	(65,707)	(77,170)	(74,025)	(74,404)
Total cash to Official Public Account	(110,363)	(65,707)	(77,170)	(74,025)	(74,404)
Cash and cash equivalents at end of reporting period	1	1	1	1	1

Prepared on Australian Accounting Standards basis.

PORTFOLIO GLOSSARY

Term	Meaning
2017–18 PB Statements	<p>References throughout this document to the 2017–18 PB Statements contained in the sections relating to the Department of Home Affairs refer to the statements of the former Department of Immigration and Border Protection (DIBP).</p> <p>References to the 2017–18 PB Statements contained in the sections relating to the Australian Criminal Intelligence Commission (ACIC), the Australian Federal Police (AFP) and the Australian Transaction Reports and Analysis Centre (AUSTRAC) refer to the statements of the Attorney General's Department (AGD).</p>
Administered items	Expenses, revenues, assets or liabilities managed by agencies on behalf of the Commonwealth. Agencies do not control administered items. Administered revenue includes Customs Duty, Visa Application Charge (VAC) and other taxes. Administered expenses include grants, subsidies and benefits. In many cases, administered expenses fund the delivery of third party agencies.
Additional estimates (AEs)	Where amounts appropriated at Budget time are insufficient, Parliament may appropriate more funds to portfolios through the Additional Estimates Acts.
Appropriation	An authorisation by Parliament to spend monies from the Consolidated Revenue Fund (CRF), for a particular purpose.
Annual appropriation	Two appropriation Bills are introduced into Parliament in May and comprise the Budget for the financial year beginning 1 July. Further Bills are introduced later in the financial year as part of the Additional Estimates. Parliamentary Departments have their own appropriations.

Consolidated Revenue Fund	Section 81 of the Constitution stipulates that all revenue raised or money received by the Commonwealth forms the one CRF. The CRF is not a bank account. The Official Public Accounts reflects most of the operations of the CRF.
Departmental items	Assets, liabilities, revenues and expenses that are controlled by the agency in providing program outputs. Departmental items would generally include computers, plant and equipment, assets used by agencies in providing goods and services and most employee expenses, supplier costs and other administrative expenses incurred.
Depreciation	Apportionment of an asset's capital value as an expense over its estimated useful life to take account of normal usage, obsolescence, or the passage of time.
Equity or net assets	Residual interest in the assets of an entity after deduction of its liabilities.
Expense	Decreases in economic benefits in the form of outflows or depletions of assets or incurrence of liabilities that result in decrease in equity, other than those relating to distributions to equity participants.
Forward estimates (FEs) period	The three years following the Budget year. For example if 2017-18 is the Budget year, 2018-19 is forward year 1, 2019-20 is forward year 2 and 2020-21 is forward year 3. This period does not include the current or Budget year.
Measure	A new policy or savings decision of the Government with financial impacts on the Government's underlying cash balance, fiscal balance, operating balance, headline cash balance, net debt or net worth. Such proposals are normally made in the context of the annual Budget, and are typically published in Budget Paper No. 2, and in the Mid-Year Economic and Fiscal Outlook.
Migration Act	Refers to the <i>Migration Act 1958</i> .

PGPA Act	The <i>Public Governance, Performance and Accountability Act 2013</i> is the principal legislation concerning the governance, performance and accountability of, and the use and management of public resources by the Commonwealth.
Special account	Balances existing within the CRF that are supported by standing appropriations <i>PGPA Act</i> s 78, s 79 and s 80. Special Accounts allow money in the CRF to be acknowledged as set-aside (hypothecated) for a particular purpose. Amounts credited to a Special Account may only be spent for the purposes of the Special Account. Special Accounts can only be established by a written determination of the Finance Minister (s 78 of the PGPA Act) or through an Act of Parliament (referred to in s 80 of the PGPA Act).