

Department of Foreign Affairs and Trade (DFAT)

Entity resources and planned performance

DEPARTMENT OF FOREIGN AFFAIRS AND TRADE

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DEPARTMENT OF FOREIGN AFFAIRS AND TRADE (DFAT)

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

The Department of Foreign Affairs and Trade (DFAT) supports Australia's foreign, trade and investment, development and international security policy priorities. In 2017-18, the department will continue efforts to make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.

The global environment for advancing Australia's international interests will remain complex and contested for the foreseeable future. To ensure our international engagement continues to rest on a sound footing in the face of an increasingly complex and competitive international environment, the department is leading preparation of a new Foreign Policy White Paper to advance our domestic and international interests, and shape regional and global developments.

A key part of DFAT's role is to respond to, and influence, international developments by providing the Australian Government with timely, high-quality advice and proposals for action. DFAT therefore plays a central role in helping to navigate the ever-changing international scene in pursuit of a stable and prosperous regional and global environment. The department will also work in collaboration with other Commonwealth agencies to support Australia's domestic policy agenda using the insights gained from international engagement.

Central to this effort are Australia's overseas missions, which help build strong networks and enable high-quality information gathering, analysis and advocacy in support of government policies. In particular, the diplomatic network also connects Australia to export markets and investment opportunities, while advancing Australia's national interests around the world. Since 2013, this network has expanded with new missions opening in Bogota (Colombia), Doha (Qatar), Lae (Papua New Guinea), Phuket (Thailand), Makassar (Indonesia), Rabat (Morocco), Surabaya (Indonesia), Shenyang (China), and Ulaanbataar (Mongolia). These missions enhance Australia's presence in regions of key strategic and economic importance, and enable the Government to pursue trade, investment and commercial opportunities, as well as provide consular and passport assistance overseas.

DFAT will continue to help the government shape the international environment through effective engagement with bilateral and regional partners, and multilateral institutions.

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The department will continue to promote and enhance Australia's relationship with the United States, our most important ally and trusted partner. We will continue to engage on the key global and regional challenges we face and to further develop our trade and investment relationship, which delivers strong benefits for both countries.

DFAT will also strengthen our relationship with the European Union (EU), including through utilising the recently established EU-Australian Leadership Forum, ongoing efforts towards an EU-Australia free trade agreement (FTA), as well as strengthening our relations with Germany and France. Enhancing our relationship with the United Kingdom as it negotiates its exit from the EU (and after) will be a priority, including working towards a future bilateral FTA when the time is right.

In the Indo-Pacific, Australia's relationships with China, India, Japan and the Republic of Korea continue to deepen and expand through ongoing engagement on strategic issues and implementing trade agreements.

Australia will also continue to build and strengthen partnerships with the nations of South-East Asia. As part of these efforts, DFAT will intensify its efforts towards a high-quality Indonesia-Australia Comprehensive Economic Partnership Agreement (IA-CEPA), and build upon the benefits already being provided by frameworks such as the Australia-ASEAN (Association of Southeast Asian Nations) Strategic Partnership and the Comprehensive Strategic Partnership with Singapore.

It remains firmly in Australia's interest to have a secure and prosperous Pacific, underpinned by developments such as the recently-concluded Pacific Agreement on Closer Economic Relations (PACER Plus). DFAT will continue to support Australia's long-standing relationship with New Zealand, while also looking to further progress our relations with, and interests in, other Pacific nations, including Papua New Guinea, the Solomon Islands and Fiji.

Outside the Indo-Pacific, the department will continue to advance Australia's interests in the Americas, Europe, the Middle East and Africa.

DFAT will support the Australian Government's involvement in global and regional multilateral institutions. These institutions – including the United Nations (UN), World Trade Organization (WTO), Asia-Pacific Economic Cooperation (APEC), Association of Southeast Asian Nations (ASEAN) Regional Forum (ARF), East Asia Summit (EAS), the Pacific Islands Forum (PIF) and the Indian Ocean Rim Association (IORA) – provide Australia with the opportunity to work with international and regional partners to achieve common interests and strengthen international frameworks and norms. As part of this effort, DFAT will continue to support preparations for the ASEAN-Australia Special Summit, to be hosted in Sydney in early 2018.

Openness to international trade and investment is central to Australia's economic prosperity. More than three decades of liberalising our economy has created jobs and boosted living standards in Australia. The department, alongside Austrade and other

agencies, will continue to assist Australian companies to identify and pursue international commercial opportunities. The department will also communicate clearly to the Australian community the benefits of open trade and investment policies and the risks associated with protectionism. The department, together with Austrade, Efic, Tourism Australia and the Treasury, will also support Australian Government efforts to attract productive foreign investment in line with our national interest.

The WTO is vital to supporting economic growth and jobs in Australia. It provides certainty in international trade arrangements for Australian businesses and offers an effective mechanism to resolve disputes. The WTO also guards against protectionism and spurs pro-growth economic reforms. Australia will continue working to progress a WTO agenda that is flexible and responsive to needs of business. Australia is working to negotiate outcomes for the 11th WTO Ministerial Conference, to take place in December 2017, on issues of importance to Australian business that deliver trade liberalising, pro-growth and market-based policy outcomes.

The department will leverage international networks to access new markets for Australian exports through negotiating and implementing trade and investment agreements in our immediate region and beyond. We will continue efforts to conclude both IA-CEPA and the Regional Comprehensive Economic Partnership negotiations, which will build on Australia's FTAs with ASEAN and New Zealand, as well as further implement trade and investment agreements with other regional partners, including through built-in reviews. DFAT will continue exploring avenues to deliver the Trans-Pacific Partnership (TPP) Agreement's benefits for Australia, including through new agreements. DFAT will also work to ensure that trading partners fully implement their commitments under trade agreements.

The government's expanding online FTA Portal and extensive program of FTA information seminars build awareness among Australian small and medium enterprises and maximise the chance of them taking advantage of the competitive edge provided by existing FTAs.

DFAT will deliver an aid program that promotes Australia's national interests by contributing to sustainable economic growth, poverty reduction and gender equality, particularly in the Indo-Pacific. The department will continue to implement Australia's development policy, *Australian aid: promoting prosperity, reducing poverty, enhancing stability*, which enhances Australia's development leadership in our region. Working in countries with significant security and governance challenges, the aid program will continue to manage risk and adopt safeguards to ensure Australian aid is well targeted to high priority needs. Australia's aid program has a significant focus on supporting private sector development, strengthening human development and facilitating greater trade and investment within developing economies through Aid for Trade initiatives. The department will support the delivery of the *2030 Agenda for Sustainable Development*.

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The New Colombo Plan deepens Australia's relationships in the Indo-Pacific by offering undergraduate students opportunities for scholarships and grants for study and internships/mentorships in the region. Operating in 40 locations, approximately 10,000 grants will be offered in 2018 as the program expands to enable more students to live, study and work in the Indo-Pacific region. The Australia Awards program enables international leaders of tomorrow to study in Australia to build trust, mutual understanding and support for our development goals.

The department will lead Australia's efforts to help prepare for, and respond to, disasters, particularly in the Indo-Pacific region. We will support countries recovering from disasters, such as the Solomon Islands and Indonesia following earthquakes and the ongoing reconstruction in Fiji from Tropical Cyclone Winston. Beyond our region, the department's flexible crisis response systems will continue to provide life-saving assistance to people affected by ongoing humanitarian crises including in Syria, Iraq, Myanmar, Afghanistan and Africa.

This budget provides the first tranche of funding for the department to deliver the government's election commitment to establish a Regional Health Security Partnerships Fund. This funding will sponsor partnerships and support placements with academic, private sector, non-government and medical institutions to tackle emerging health security risks in the Indo-Pacific region.

In support of the government's broader security and bilateral interests, renewed funding for the Australian diplomatic missions in Baghdad and Kabul will help DFAT continue to participate in the international coalition to combat terrorist groups, including ISIS and Al-Qaeda. DFAT will continue to support counter-people smuggling efforts through the Bali Process, regional cooperation to address irregular migration challenges, and increased preventative and law enforcement activities to combat human trafficking.

DFAT will work to enhance Australia's international influence and reputation. Through public diplomacy, the department will advance initiatives that promote Australia's economic, artistic and cultural, sporting, science and education assets and underline Australia's credentials as a destination for business, investment, tourism and study, and emphasise Australia's engagement with the Indo-Pacific region.

The department will prioritise promoting Australia's creative economy and National Innovation and Science Agenda abroad, including facilitating international research and science partnerships; bringing new innovations into the aid program (including through the innovationXchange) to enhance our reach and cost effectiveness; and collaborating to bring new knowledge and skills into all areas of the department's work. In addition, DFAT will continue to work closely with ACIAR to develop new approaches and build capacity within our region to improve food security and food system resilience, and to deal more effectively with the intersecting challenges of climate change, energy and water – all areas in which Australian science and innovation can play a leadership role in our region.

The department will continue to play a key role in promoting Australia's values internationally. This will be achieved through working to strengthen international frameworks, norms and the rule of law. Areas of focus include human rights, gender equality, peace and security, the environment, anti-corruption and criminal justice. The department will pursue Australia's interests in the UN system, including by pursuing election to the Human Rights Council (2018-20) and the UN Security Council (2029-30).

DFAT will progress Australia's efforts to counter the proliferation of nuclear weapons, constrain illicit arms trade and counter terrorism. The department will support the government's Cyber Security Strategy, including via the newly appointed Ambassador for Cyber Affairs.

The promotion of safe travel and delivery of high-quality consular services remains a key priority for the department. A second three-year Consular Strategy will continue to modernise the delivery of consular services and encourage a culture of responsible travel by providing the tools, through Smartraveller, for Australians to make informed travel decisions.

The department will continue to deliver an efficient passport service, including the delivery of a more technologically advanced passport. The department will work to ensure the integrity, security and quality of Australian passports and deliver increased processing capability, improved client services and enhanced fraud and investigation controls.

The security and safety of Australian Government personnel and their dependants overseas, together with the security of its missions and overseas properties, remains a high priority for the department. This will require the implementation and maintenance of comprehensive and effective strategic risk mitigation strategies and appropriate security measures.

DFAT will continue its efforts to make itself increasingly resilient, flexible and cohesive in order to deliver the government's agenda internationally. The department is committed to providing ongoing support for client agencies in their own international work. This includes consolidating management of the government's overseas property within DFAT and expanding other support to agencies, particularly those with small numbers of staff deployed overseas, where it meets the principles of the Prime Minister's Directive to optimise efficiency and effective use of public resources overseas.

1.2 ENTITY RESOURCE STATEMENT

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

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

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

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

Table 1.1: Department of Foreign Affairs and Trade resource statement — Budget estimates for 2017-18 as at Budget May 2017

	2016-17 <i>Estimated actual</i> \$'000	2017-18 Estimate \$'000
Departmental		
Annual appropriations - ordinary annual services (a)		
Prior year appropriations available (b)	353,439	339,921
Departmental appropriation	1,442,003	1,359,553
s 74 retained revenue receipts (c)	97,228	97,228
Departmental capital budget (d)	51,755	46,501
Annual appropriations - other services - non-operating (e)		
Prior year appropriations available (b)	104,741	19,355
Equity injection	56,535	71,408
Total departmental annual appropriations	2,105,701	1,933,966
Special accounts		
Opening balance	105,917	29,678
Appropriation receipts (g)	82,295	79,714
Appropriation receipts from other entities (h)	33,402	36,966
Non-appropriation receipts	1,775	213,700
Total special accounts	223,389	360,058
<i>less departmental appropriations drawn from annual appropriations and credited to special accounts</i>	<i>82,295</i>	<i>79,714</i>
Total departmental resourcing	2,246,795	2,214,310

Table continued on the following page.

Table 1.1: Department of Foreign Affairs and Trade resource statement — Budget estimates for 2017-18 as at Budget May 2017 (continued)

	2016-17 <i>Estimated actual</i> \$'000	2017-18 Estimate \$'000
Administered		
Annual appropriations - ordinary annual services (a)		
Outcome 1	4,196,022	3,651,242
Outcome 2	750	750
Administered capital budget (i)	383	443
Payments to corporate entities (j)	143,610	129,308
Annual appropriations - other services - non-operating (e)		
Administered assets and liabilities	1,012,362	150
Total administered annual appropriations	5,353,127	3,781,893
Total administered special appropriations (f)	1,010	1,010
<i>less payments to corporate entities from annual appropriations</i>	<i>143,610</i>	<i>129,308</i>
Total administered resourcing	5,210,527	3,653,595
Total resourcing for DFAT	7,457,322	5,867,905
Average staffing level (number)		
	5,723	5,803

Third party payments from and on behalf of other entities

	2016-17 <i>Estimated actual</i> \$'000	2017-18 Estimate \$'000
Receipts received from other entities for the provision of services (disclosed above in s74 Retained revenue receipts section above)	97,228	97,228
Payments made to corporate entities within the Portfolio		
Tourism Australia Appropriation	143,610	129,308

- (a) Appropriation Bill (No. 1) 2017-18.
- (b) Excludes \$12.4m subject to administrative quarantine by Finance or withheld under s 51 of the Public Governance, Performance and Accountability Act 2013 (PGPA Act).
- (c) Estimated retained revenue receipts under s 74 of the PGPA Act.
- (d) Departmental capital budgets are not separately identified in Appropriation Bill (No. 1) and form part of ordinary annual services items. Please refer to Table 3.5 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.
- (e) Appropriation Bill (No. 2) 2017-18.
- (f) Excludes 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), Services for Other Government and Non-agency Bodies accounts (SOG) or Services for Other Entities and Trust Monies accounts (SOETM). For further information on special appropriations and special accounts, please refer to Budget Paper No. 4 - Agency Resourcing. Amounts credited to the special account(s) from DFAT's annual appropriations.
- (g) Amounts credited to the special account(s) from DFAT's annual and appropriations.
- (h) Amounts credited to the special account(s) from another entity's annual appropriations.
- (i) 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'.
- (j) 'Corporate entities' are corporate Commonwealth entities and Commonwealth companies as defined under the PGPA Act.

Please also see Table 2.1.1, 2.2.1 and 2.3.1 for further information on outcome and program expenses broken down by various funding sources, e.g. annual appropriations, special appropriations and special accounts.

1.3 BUDGET MEASURES

Budget measures in Part 1 relating to the Department of Foreign Affairs and Trade are detailed in Budget Paper No. 2 and are summarised below.

Table 1.2: Entity 2017-18 Budget measures

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

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Expense measures						
Australia's Diplomatic Engagement and Security Arrangements in Afghanistan - continuation	1.1, 3.1					
Departmental expenses		-	60,672	62,705	-	-
Total		-	60,672	62,705	-	-
Australia's Diplomatic Engagement and Security Arrangements in Iraq - continuation	1.1, 3.1					
Departmental expenses		-	40,541	41,854	-	-
Total		-	40,541	41,854	-	-
Overseas Allowances for Australian Government Employees - efficiencies (a)	1.1					
Departmental expenses		-	(1,530)	(3,729)	(6,703)	(9,055)
Total		-	(1,530)	(3,729)	(6,703)	(9,055)
Maintaining the Level of Official Development Assistance (a)	1.2					
Administered expenses		-	-	-	(100,255)	(203,017)
Total		-	-	-	(100,255)	(203,017)
Asia-Pacific Economic Cooperation 2018 - support for meetings in Papua New Guinea (b)	1.2					
Administered expenses		-	(22,670)	(9,040)	-	-
Total		-	(22,670)	(9,040)	-	-

Table continued on the following page.

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

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Solomon Islands Police Development Program - establishment (c)	1.2					
Administered expenses		-	(22,190)	(17,672)	(17,009)	(17,942)
Total		-	(22,190)	(17,672)	(17,009)	(17,942)
Centralised Management of the Commonwealth's Overseas Property Portfolio (a)	1.1					
Departmental expenses		-	-	-	-	-
Total		-	-	-	-	-
Gold Coast 2018 Commonwealth Games – additional Australian Government support (d)	1.1					
Departmental expenses		-	-	-	-	-
Total		-	-	-	-	-
Total expense measures						
Administered		-	(44,860)	(26,712)	(117,264)	(220,959)
Departmental		-	99,683	100,830	(6,703)	(9,055)
Total		-	54,823	74,118	(123,967)	(230,014)
Capital measures						
Australia's Diplomatic Engagement and Security Arrangements in Afghanistan - continuation	1.1					
Departmental expenses		-	9,811	5,098	-	-
Total		-	9,811	5,098	-	-
Australia's Diplomatic Engagement and Security Arrangements in Iraq - continuation	1.1					
Departmental expenses		-	7,176	3,371	-	-
Total		-	7,176	3,371	-	-
Total capital measures						
Departmental		-	16,987	8,469	-	-
Total		-	16,987	8,469	-	-

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

(a) Refer to Budget Paper No. 2 for further details on this measure.

(b) Asia-Pacific Economic Cooperation 2018 - support for meetings in Papua New Guinea is a cross portfolio measure led by the Department of the Prime Minister and Cabinet. Funding for the ODA eligible aspects of this program will be transferred to the Australian Federal Police from the ODA budget. DFAT's contribution will be absorbed within existing resources.

(c) Funding for the ODA eligible aspects of this program will be transferred to the Australian Federal Police from the ODA budget.

(d) Gold Coast 2018 Commonwealth Games – additional Australian Government support is a cross portfolio measure led by the Department of Human Services. DFAT will absorb \$1.2m in funding for this measure within existing resources.

Prepared on Australian Accounting Standards basis.

Section 2: Outcomes and planned performance

Government outcomes are the intended results, impacts or consequences of actions by the government on the Australian community. Commonwealth programs are the primary vehicle by which government entities achieve the intended results of their outcome statements. Entities are required to identify the programs which contribute to government outcomes over the Budget and forward years.

Each outcome is described below together with its related programs. The following provides detailed information on expenses for each outcome and program, further broken down by funding source.

Note:

Performance reporting requirements in the Portfolio Budget Statements are part of the enhanced Commonwealth performance framework established by the *Public Governance, Performance and Accountability Act 2013*. It is anticipated that the performance criteria described in Portfolio Budget Statements will be read with broader information provided in an entity's corporate plans and annual performance statements - included in Annual Reports - to provide an entity's complete performance story.

The most recent corporate plan for DFAT can be found at: <http://dfat.gov.au/about-us/publications/Documents/dfat-corporate-plan-2016-20.pdf>

The most recent annual performance statement can be found at: <http://dfat.gov.au/about-us/publications/corporate/annual-reports/Documents/DFAT-full-annual-report-2015-16.pdf>

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: The advancement of Australia's international strategic, security and economic interests including through bilateral, regional and multilateral engagement on Australian Government foreign, trade and international development policy priorities

Linked programs

Attorney-General's Department
Programs <ul style="list-style-type: none"> • Program 1.1 - Attorney-General's Department Operating Expenses-Civil Justice and Legal Services • Program 1.2 - Attorney-General's Department Operating Expenses-National Security and Criminal Justice • Program 1.7 - National Security and Criminal Justice
Australian Centre for International Agricultural Research (ACIAR)
Programs <ul style="list-style-type: none"> • Program 1.1 - International Agricultural Research For Development For More Productive and Sustainable Agriculture
Australian Federal Police (AFP)
Programs <ul style="list-style-type: none"> • Program 1.2 - International Police Assistance
Austrade
Programs <ul style="list-style-type: none"> • Program 1.1 - Promotion of Australia's Export and Other International Economic Interests • Program 1.2 - Programs to Promote Australia's Export and Other International Economic Interests
Department of Defence
Programs <ul style="list-style-type: none"> • Program 2.8 - Joint Operations Command

Table continued on the following page.

Linked programs (continued)

Department of Industry, Innovation and Science
Programs <ul style="list-style-type: none"> • Program 2 – Growing Business Investment and Improving Business Capability
Department of Immigration and Border Protection (DIBP)
Programs <ul style="list-style-type: none"> • Program 1.1 – Border Enforcement • Program 1.5 – Regional Cooperation • Program 2.3 – Visas • Program 3.2 – Trade Facilitation and Industry Engagement
Department of Education and Training
Programs <ul style="list-style-type: none"> • Program 2.7 – International Education Support
Tourism Australia
Programs <ul style="list-style-type: none"> • Program 1.1 – Supporting Outcome 1 (Grow Demand and Industry Development)
Contribution to Outcome 1 made by linked programs Australia maintains a whole-of-government approach in the pursuit of foreign, trade and investment, tourism, development and international security interests abroad and DFAT is widely supported by partner agencies in its associated leadership, advocacy and coordination roles at overseas missions.

Budgeted expenses for Outcome 1

This table shows how much the Department of Foreign Affairs and Trade intends to spend (on an accrual basis) on achieving Outcome 1, broken down by program, as well as by Administered and Departmental funding sources.

Table 2.1.1: Budgeted expenses for Outcome 1

Outcome 1: The advancement of Australia's international strategic, security and economic interests including through bilateral, regional and multilateral engagement on Australian Government foreign, trade and international development policy priorities	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 1.1: Foreign Affairs and Trade Operations					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	6,495	6,573	6,589	6,711	6,838
Other services (Appropriation Bill No. 2)	15,027	-	-	-	-
Expenses not requiring appropriation in the Budget year (a)	16,327	1,300	1,300	1,300	1,100
Administered total	37,849	7,873	7,889	8,011	7,938
Departmental expenses					
Departmental appropriations	609,340	557,446	551,116	519,553	527,445
74 Retained revenue receipts (b)	97,228	97,228	97,228	97,228	97,228
Expenses not requiring appropriation in the Budget year (c)	126,022	118,001	109,548	103,439	118,432
Departmental total	832,590	772,675	757,892	720,220	743,105
Total expenses for program 1.1	870,439	780,548	765,781	728,231	751,043
Program 1.2: Official Development Assistance					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	2,919,800	3,088,994	3,301,926	3,259,536	3,330,207
Expenses not requiring appropriation in the Budget year (c)	200	500	500	500	500
Administered total	2,920,000	3,089,494	3,302,426	3,260,036	3,330,707
Departmental expenses					
Departmental appropriation	242,856	248,927	255,151	258,978	262,863
Departmental total	242,856	248,927	255,151	258,978	262,863
Total expenses for program 1.2	3,162,856	3,338,421	3,557,577	3,519,014	3,593,570

Table continued on the following page.

Table 2.1.1: Budgeted expenses for Outcome 1 (continued)

	2016-17 Revised Budget \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000	2020-21 Forw ard estimate \$'000
Program 1.3: Official Development Assistance - Multilateral Replenishments					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	781,458	12,622	93,000	733,450	12,622
Other services (Appropriation Bill No. 2)	858,820	-	-	462,000	-
Expenses not requiring appropriation in the Budget year (d)	401,760	-	-	401,760	-
Administered total	2,042,038	12,622	93,000	1,597,210	12,622
Total expenses for program 1.3	2,042,038	12,622	93,000	1,597,210	12,622
Program 1.4: Official Development Assistance - East Asia AIPRD					
Administered expenses					
Expenses not requiring appropriation	-	-	-	-	-
Administered total	-	-	-	-	-
Total expenses for program 1.4	-	-	-	-	-
Program 1.5: Payments to International Organisations					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	439,385	466,368	489,281	519,608	551,970
Administered total	439,385	466,368	489,281	519,608	551,970
Total expenses for program 1.5	439,385	466,368	489,281	519,608	551,970
Program 1.6: New Colombo Plan - Transforming Regional Relationships					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	27,790	50,933	50,933	50,933	50,933
Other services (Appropriation Bill No. 2)	425	150	-	-	-
Administered total	28,215	51,083	50,933	50,933	50,933
Total expenses for program 1.6	28,215	51,083	50,933	50,933	50,933
Program 1.7: Public Information Services and Public Diplomacy					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	4,594	6,752	6,752	6,752	6,752
Administered total	4,594	6,752	6,752	6,752	6,752
Total expenses for program 1.7	4,594	6,752	6,752	6,752	6,752

Table continued the on following page.

Table 2.1.1: Budgeted expenses for Outcome 1 (continued)

	2016-17 Revised Budget \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000	2020-21 Forw ard estimate \$'000
Program 1.8: Programs to Promote Australia's International Tourism Interests					
Administered expenses					
Tourism Australia - Corporate Commonwealth Entity	143,610	129,308	128,374	131,759	143,978
Ordinary annual services (Appropriation Bill No. 1)	16,500	19,000	16,500	14,000	14,000
Administered total	160,110	148,308	144,874	145,759	157,978
Total expenses for program 1.8	160,110	148,308	144,874	145,759	157,978
Outcome 1 Totals by appropriation type					
Administered Expenses					
Ordinary annual services (Appropriation Bill No. 1)	4,196,022	3,651,242	3,964,981	4,590,990	3,973,322
Corporate Commonwealth Entity	143,610	129,308	128,374	131,759	143,978
Other services (Appropriation Bill No. 2)	874,272	150	-	462,000	-
Expenses not requiring appropriation in the Budget year (a) (d)	418,287	1,800	1,800	403,560	1,600
Administered total	5,632,191	3,782,500	4,095,155	5,588,309	4,118,900
Departmental expenses					
Departmental appropriations	852,196	806,373	806,267	778,531	790,308
s 74 Retained revenue receipts (b)	97,228	97,228	97,228	97,228	97,228
Expenses not requiring appropriation in the Budget year (c)	126,022	118,001	109,548	103,439	118,432
Departmental total	1,075,446	1,021,602	1,013,043	979,198	1,005,968
Total expenses for Outcome 1	6,707,637	4,804,102	5,108,198	6,567,507	5,124,868

	2016-17	2017-18
Average staffing level (number)	3,771	3,836

- (a) Includes expenses for the Debt-to-Health Swap with the Government of Indonesia \$15.0 million in 2016-17 that was funded through Appropriation Act 2.
- (b) Estimated expenses incurred in relation to receipts retained under s 74 of the PGPA Act 2013.
- (c) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses and audit fees.
- (d) Expenses not requiring appropriation in the Budget year relates to the concessional investment discount for the discounting of the investment component for the International Development Association and Asian Development Fund.

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

Table 2.1.2: Program components of Outcome 1**Program 1.1: Foreign Affairs and Trade Operations**

	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
1.1.1 - Component 1: Foreign Affairs and Trade Operations					
Annual administered expenses:					
International Climate Change Engagement	3,000	3,000	3,000	3,000	3,000
Personal Benefits - Locally Engaged Staff pension schemes	2,816	2,879	2,879	2,984	3,095
Other Administered Items	679	694	710	727	743
Other services (Appropriation Bill No. 2)					
Debt-to-Health Swap with Government of Indonesia	15,027	-	-	-	-
Expenses not requiring appropriation in the Budget year					
Export Finance and Insurance Corporation (EFIC) - National Interest Account Expenses	1,300	1,300	1,300	1,300	1,100
Other Administered Items	15,027	-	-	-	-
Departmental expenses					
Departmental appropriations	609,340	557,446	551,116	519,553	527,445
s 74 Retained revenue receipts	97,228	97,228	97,228	97,228	97,228
Expenses not requiring appropriation in the Budget year	126,022	118,001	109,548	103,439	118,432
Total Component 1.1.1 expenses	870,439	780,548	765,781	728,231	751,043

Program 1.2: Official Development Assistance

	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
1.2.1 - Component 2: Official Development Assistance					
Annual administered expenses:					
Country programs	1,620,496	1,587,660	1,598,845	1,593,845	1,538,745
Regional programs	674,141	655,000	629,361	631,526	628,613
Global programs	357,538	446,678	619,064	639,509	803,193
Humanitarian and emergency response programs	267,624	399,656	454,656	394,656	359,656
Expenses not requiring appropriation in the Budget year	200	500	500	500	500
Departmental expenses					
Departmental appropriation	242,856	248,927	255,151	258,978	262,863
Total Component 1.2.1 expenses	3,162,856	3,338,421	3,557,577	3,519,014	3,593,570

Table continued on the next page.

Table 2.1.2: Program components of Outcome 1 (continued)**Program 1.8: Programs to Promote Australia's International Tourism Interests**

	2016-17 Revised Budget \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000	2020-21 Forw ard estimate \$'000
<i>1.8.1 - Component 8: Programs to Promote Australia's International Tourism Interests</i>					
Annual administered expenses:					
Tourism Australia - Corporate Commonwealth Entity	143,610	129,308	128,374	131,759	143,978
Asia Marketing Fund	14,000	14,000	14,000	14,000	14,000
Working Holiday Makers - employer register and compliance	2,500	5,000	2,500	-	-
Total Component 1.2.1 expenses	160,110	148,308	144,874	145,759	157,978

Table 2.1.3: Performance criteria for Outcome 1

Table 2.1.3 below details the performance criteria for each program associated with Outcome 1. It also summarises how each program is delivered and where 2017-18 Budget measures have created new programs or materially changed existing programs.

Outcome 1 – The advancement of Australia’s international strategic, security and economic interests including through bilateral, regional and multilateral engagement on Australian Government foreign, trade and international development policy priorities		
Program 1.1 – Foreign Affairs and Trade Operations. The department will assist the government to meet its foreign, trade and investment, development and international security policy priorities over 2017-18 and forward years. This includes actively shaping the international environment through development of strong bilateral relationships, coalition building with other nations with common interests, and an activist approach to using regional and global institutions and forums to create rules and norms that promote stability, peace and prosperity.		
Delivery	The department is advancing Australia’s interests through: <ul style="list-style-type: none">• Protecting and advancing the national interest through engaging in effective advocacy in Australia and overseas that promotes Australia’s foreign, trade and investment, tourism, development and international security interests.• Delivering accurate and timely policy advice to Ministers and other key clients that addresses the challenges of an evolving international environment.• Promoting a whole-of-government approach in pursuit of Australia’s interests abroad, including through leadership at overseas missions and coordination of the overseas diplomatic network and through liaison with domestic Australian Government agencies and state and territory governments.• Ensuring the security and protecting the dignity of the diplomatic and consular corps serving in Australia by delivering a quality service and upholding Australia’s obligations under the Vienna Conventions.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">• High level of satisfaction of Ministers and high-level clients with the quality and timeliness of advice, briefing and support in relation to Australia’s foreign, trade and economic, development and international security interests.• The department’s advocacy, negotiation and liaison on Australia’s foreign, trade and economic, development and international security interests contributes positively to bilateral, regional and multilateral outcomes that help ensure the security and prosperity of Australia and Australians.• Government agencies at overseas missions are satisfied with service provided in accordance with the Prime Minister’s Directive on the Guidelines for the Management of the Australian Government Presence Overseas and service level agreements in place.• The diplomatic and consular corps accredited to Australia are satisfied with the level of service provided, including in terms of responsiveness and timeliness in meeting Australia’s obligations under the Vienna Conventions.	<p>Targets are:</p> <ul style="list-style-type: none">• Met• Partially met• Not met <p>DFAT expects that these performance criteria will be met during the course of 2016-17.</p>

Table 2.1.3: Performance criteria for Outcome 1 (continued)

2017-18	<ul style="list-style-type: none">• High level of satisfaction of Ministers and high-level clients with the quality and timeliness of advice, briefing and support in relation to Australia's foreign, trade and economic, development and international security interests.• The department's advocacy, negotiation and liaison on Australia's foreign, trade and economic, development and international security interests contributes positively to bilateral, regional and multilateral outcomes that help ensure the security and prosperity of Australia and Australians.• Government agencies at overseas missions are satisfied with service provided in accordance with the Prime Minister's Directive on the Guidelines for the Management of the Australian Government Presence Overseas and service level agreements in place.• The diplomatic and consular corps posted or accredited to Australia are satisfied with the level of service provided, including in terms of responsiveness and timeliness in meeting Australia's obligations under the Vienna Conventions.	<p>Through case studies, reviews and surveys, DFAT will demonstrate whether these performance criteria have been:</p> <ul style="list-style-type: none">• Met• Partially met• Not met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 1.1 resulting from the following measures:		
<ul style="list-style-type: none">• Nil		

Program 1.2 – Official Development Assistance promotes Australia’s national interests by contributing to sustainable economic growth and poverty reduction.		
Delivery	The Australian Government’s aid policy, <i>Australian aid: promoting prosperity, reducing poverty, enhancing stability</i> shapes the way Australia delivers its official development assistance (ODA). It focuses on two development outcomes: supporting private sector development and strengthening human development. Australia’s ODA investments focus on six priority areas: <ul style="list-style-type: none">• infrastructure, trade facilitation and international competitiveness;• agriculture, fisheries and water;• effective governance through policies, institutions and functioning economies;• education and health;• building resilience through humanitarian assistance, disaster risk reduction and social protection; and• gender equality and empowering women and girls.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">• Achievement of significant development results and demonstrated organisational effectiveness, including progress towards the strategic targets contained in the Australian aid program’s performance framework, <i>Making Performance Count</i>.• Detailed reporting against the performance framework, including individual program and investment performance, will be published annually in the Performance of Australian Aid report.	Targets are: <ul style="list-style-type: none">• Met• Partially met• Not met DFAT expects that these performance criteria will be met during the course of 2016-17.
2017-18	<ul style="list-style-type: none">• Achievement of significant development results and demonstrated organisational effectiveness, including progress towards the strategic targets contained in the Australian aid program’s performance framework, <i>Making Performance Count</i>.• Detailed reporting against the performance framework, including individual program and investment performance, will be published annually in the Performance of Australian Aid report.	Through case studies and reviews, DFAT will demonstrate whether these performance criteria have been: <ul style="list-style-type: none">• Met• Partially met• Not met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 1.2 resulting from the following measures:		
<ul style="list-style-type: none">• Nil		

Program 1.3 – Official Development Assistance – Multilateral Replenishments assists developing countries by contributing to sustainable economic growth and poverty reduction through contributions to multilateral organisations.		
Delivery	Australia's official development assistance is advanced through our work with multilateral organisations. Their reach, leverage, specialisation and other strengths play a critical role in helping Australia to meet its international development objectives.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">Australia assesses the performance of its multilateral partners to inform our engagement with them and to ensure value for money from our multilateral funding.Australia is strengthening its approach to the assessment of performance of multilateral organisations in line with the aid performance framework, <i>Making Performance Count</i>.Strengthened systems for assessing the performance of multilateral aid delivery partners.	Targets are: <ul style="list-style-type: none">MetPartially metNot met DFAT expects that these performance criteria will be met during the course of 2016-17.
2017-18	<ul style="list-style-type: none">Achievement of significant development results and demonstrated organisational effectiveness, including progress towards the strategic targets contained in the Australian aid program's performance framework, <i>Making Performance Count</i>.Detailed reporting against the performance framework, including for multilateral replenishments, will be published annually in the Performance of Australian Aid report.	Through case studies and reviews, DFAT will demonstrate whether these performance criteria have been: <ul style="list-style-type: none">MetPartially metNot met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 1.3 resulting from the following measures:		
<ul style="list-style-type: none">Nil		

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Program 1.4 – Official Development Assistance – East Asia: Australia-Indonesia Partnership for Reconstruction and Development (AIPRD) assists Indonesia in reconstruction and development in the aftermath of the 2004 Indian Ocean Tsunami.	
Delivery	<p>The Australia-Indonesia Partnership for Reconstruction and Development (AIPRD) between Australia and Indonesia consisted of \$500 million in grant funding and \$500 million in highly concessional loans.</p> <p>The final disbursement of the AIPRD program was made in 2014-15 and as a result the program is now complete. The Department of Foreign Affairs and Trade no longer provides performance information for this program.</p>

Program 1.5 – Payment to International Organisations advances Australia's foreign, trade and investment, development and international security interests through participation in international organisations.		
Delivery	Australia's participation in international organisations is delivered through: <ul style="list-style-type: none">• Australian membership of international organisations and international treaty secretariats through payments of assessed and voluntary contributions.• Effective participation in the United Nations and its Specialised Agencies, the World Trade Organization and other multilateral forums in support of Australia's foreign, trade and economic, development and international security interests.• Contributions to United Nations and other international organisations to assist developing countries reduce poverty and lift living standards through sustainable economic growth.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">• Payments to international organisations are timely and within budget.• The department's contributions influence multilateral outcomes which enhance Australia's security and prosperity, maximise the impact of Australia's aid program and represent value for money.	Targets are: <ul style="list-style-type: none">• Met• Partially met• Not met DFAT expects that these performance criteria will be met during the course of 2016-17.
2017-18	<ul style="list-style-type: none">• The department's contributions shape multilateral outcomes in accordance with Australia's interests.• High-quality leadership of government strategies on multilateral issues.	Through case studies and reviews, DFAT will demonstrate whether these performance criteria have been: <ul style="list-style-type: none">• Met• Partially met• Not met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 1.5 resulting from the following measures:		
<ul style="list-style-type: none">• Nil		

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Program 1.6 – New Colombo Plan – Transforming Regional Relationships advances Australia’s interests and bilateral relationships through enduring people-to-people, institutional and business links with the Indo-Pacific region.		
Delivery	The New Colombo Plan (NCP) will be delivered in 40 Indo-Pacific locations, fostering closer people-to-people and institutional links and contributing to an overall increase in the number of Australian undergraduate students undertaking study and internships in the region.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">• More Australian undergraduates supported to study and intern in the Indo-Pacific region.• NCP participants build relationships in the region and promote the value of the NCP experience.• Universities, the private sector and partner governments support the implementation of the NCP.• Alumni are engaged through networks that foster professional development and ongoing connections with the region.	Targets are: <ul style="list-style-type: none">• Met• Partially met• Not met DFAT expects that these performance criteria will be met during the course of 2016-17.
2017-18	<ul style="list-style-type: none">• More Australian undergraduates supported to study and intern in the Indo-Pacific region.• NCP participants build relationships in the region and promote the value of the NCP experience.• Universities, the private sector and partner governments support the implementation of the NCP.• Alumni are engaged through networks that foster professional development and ongoing connections with the region.	Through case studies and reviews, DFAT will demonstrate whether these performance criteria have been: <ul style="list-style-type: none">• Met• Partially met• Not met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 1.6 resulting from the following measures:		
<ul style="list-style-type: none">• Nil		

Program 1.7— Public Information Services and Public Diplomacy projects a positive and contemporary image of Australia and promotes a clear understanding of government policies and objectives and engagement with the Indo-Pacific region through the department's public diplomacy, cultural and media activities.		
Delivery	The department's public diplomacy, cultural and media activities are: <ul style="list-style-type: none">• Promoting people-to-people links and a contemporary and positive image of Australia as a creative and innovative nation and as a destination for business, investment, tourism and study and support the government's international policy goals.• Advancing Australia's national interests through new approaches which engage audiences on contemporary Australia and facilitate networks, collaboration and connections between people and institutions to build understanding, trust and influence.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">• An understanding of contemporary Australia and the government's foreign, trade, investment and development credentials, and strengthened people-to-people and institutional links and trade, economic and cultural ties.	Targets are: <ul style="list-style-type: none">• Met• Partially met• Not met DFAT expects that this performance criterion will be met during the course of 2016-17.
2017-18	<ul style="list-style-type: none">• Public diplomacy initiatives build links overseas to further Australia's interests and increase Australia's influence.• Inform and influence media reporting on Australia.• Timely and high-quality management of domestic and international media enquiries, including measurement of the quantity and quality of departmental responses to media enquiries.• High-quality stakeholder engagement including through departmental and embassy websites and social media platforms.	Through case studies and reviews, DFAT will demonstrate whether these performance criteria have been: <ul style="list-style-type: none">• Met• Partially met• Not met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 1.7 resulting from the following measures: <ul style="list-style-type: none">• Nil		

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Program 1.8 – Programs to Promote Australia’s International Tourism Interests		
Delivery	The delivery of this program is the responsibility of Austrade and Tourism Australia.	
Performance information		
Year	Performance criteria	Targets
2016-17	Refer to Austrade’s <i>Outcomes and planned performance</i> section for 2016-17 objectives, deliverables and performance criteria. Refer to Tourism Australia’s <i>Outcomes and planned performance</i> section for 2016-17 objectives, deliverables and performance criteria.	
2017-18	Refer to Austrade’s <i>Outcomes and planned performance</i> section for 2017-18 for objectives, deliverables, performance criteria and targets. Refer to the Tourism Australia’s <i>Outcomes and planned performance</i> section for 2017-18 for objectives, deliverables, performance criteria and targets.	
2018-19 and beyond	See 2017-18 above.	
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region. Also refer to Austrade’s and Tourism Australia’s corporate plans for information on the contribution of this program to these organisation’s purposes.	
Material changes to Program 1.8 resulting from the following measures:		
<ul style="list-style-type: none">Nil		

2.2 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 2

Outcome 2: The protection and welfare of Australians abroad and access to secure international travel documentation through timely and responsive travel advice and consular and passport services in Australia and overseas

Linked programs

Austrade
Programs <ul style="list-style-type: none"> • Program 2.1 – Consular and Passport Services
Department of Human Services
Programs <ul style="list-style-type: none"> • Program 1.1 – Services to the Community-Social Security and Welfare
Contribution to Outcome 2 made by linked programs DFAT is supported by the Department of Human Services and Austrade in the delivery of high-quality consular services, including the provision of Australian passport information services and the repatriation of vulnerable Australians.

Budgeted expenses for Outcome 2

This table shows how much the Department of Foreign Affairs and Trade 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 2.2.1: Budgeted expenses for Outcome 2

Outcome 2: The protection and welfare of Australians abroad and access to secure international travel documentation through timely and responsive travel advice and consular and passport services in Australia and overseas	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 2.1: Consular Services					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1) (a)	200	200	200	200	200
Administered total	200	200	200	200	200
Departmental expenses					
Departmental appropriation	104,714	96,283	95,512	93,406	93,448
Departmental total	104,714	96,283	95,512	93,406	93,448
Total expenses for program 2.1	104,914	96,483	95,712	93,606	93,648
Program 2.2: Passport Services					
Administered expenses					
Special appropriations: PGPA Act s77 - Passport Refunds	1,010	1,010	1,010	1,010	1,010
Administered total	1,010	1,010	1,010	1,010	1,010
Departmental expenses					
Departmental appropriation	250,791	240,901	243,857	248,368	249,998
Departmental total	250,791	240,901	243,857	248,368	249,998
Total expenses for program 2.2	251,801	241,911	244,867	249,378	251,008

Table continued on the following page.

Table 2.2.1: Budgeted expenses for Outcome 2 (continued)

	2016-17 Revised Budget \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000	2020-21 Forw ard estimate \$'000
Outcome 2 Totals by appropriation type					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1) (a)	200	200	200	200	200
Special appropriations	1,010	1,010	1,010	1,010	1,010
Administered total	1,210	1,210	1,210	1,210	1,210
Departmental expenses					
Departmental appropriation	355,505	337,184	339,369	341,774	343,446
Departmental total	355,505	337,184	339,369	341,774	343,446
Total expenses for Outcome 2	356,715	338,394	340,579	342,984	344,656

	2016-17	2017-18
Average staffing level (number)	1,081	1,089

(a) This expense does not include \$0.55m for Traveller's Emergency Loans as these are treated as receivables and form part of the receivables balance in Table 3.8.

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

Table 2.2.3: Performance criteria for Outcome 2

Table 2.2.3 below details the performance criteria for each program associated with Outcome 2. It also summarises how each program is delivered and where 2017-18 Budget measures have created new programs or materially changed existing programs.

Outcome 2 – The protection and welfare of Australians abroad and access to secure international travel documentation through timely and responsive travel advice and consular and passport services in Australia and overseas		
Program 2.1 – Consular Services support and assist Australian travellers and Australians overseas through high-quality consular services, including accurate and timely travel advice, practical contingency planning and rapid crisis response.		
Delivery	Australian overseas are assisted through: <ul style="list-style-type: none">• High-quality consular services to Australians overseas, including notarial services and assistance with welfare issues, whereabouts enquiries, arrest or detention matters, deaths, medical emergencies and payment of travellers emergency loans to Australians in need.• High-quality travel advisory services, including issuing accurate and timely travel information on travel destinations, promoting this information through the continuation of the Smartraveller campaign and effectively managing an online travel registration service.• Effective consular contingency planning for major events or high-risk scenarios, including through regular reviews of procedures and available resources, training of staff, and coordination with other government agencies and foreign governments.• Coordination of whole-of-government responses to large-scale crises involving conflict, civil unrest, natural disasters or terrorist incidents.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">• The department's delivery of consular services is effective, efficient, timely and responsive, and within the scope of Australian Government responsibility.• Travel advisories are accurate and timely and provide clear guidance to a broad audience of potential risks and the extent of Australian Government assistance; public use of the Smartraveller website continues to grow.• Consular contingency planning accurately anticipates high-risk events and scenarios, necessary resources for response are readily available, procedures and networks remain valid and viable, and plans are tested and reviewed regularly.• Timely and effective consular support to Australians through well-coordinated implementation of whole-of-government responses to large-scale crises.	<p>Targets are:</p> <ul style="list-style-type: none">• Met• Partially met• Not met <p>DFAT expects that these performance criteria will be met during the course of 2016-17.</p>

Table continued on the following page.

Table 2.2.3: Performance criteria for Outcome 2 (continued)

2017-18	<ul style="list-style-type: none">• Timely and effective delivery of consular services to Australians overseas, including during crises.• Timely, effective and well-coordinated implementation of whole-of-government responses to large-scale crises overseas.• Timely and accurate information provided to the public, including on responding to incidents and updates to travel advice.	<p>Through case studies and reviews, DFAT will demonstrate whether these performance criteria have been:</p> <ul style="list-style-type: none">• Met• Partially met• Not met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 2.1 resulting from the following measures:		
<ul style="list-style-type: none">• Nil		

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Program 2.2 – Passport Services provide Australians access to secure international travel documentation through the delivery of high-quality passport services.		
Delivery	Australians are provided with the following passport services: <ul style="list-style-type: none">• High-quality passport services to Australians, including processing new passport applications, registering lost or stolen passports, issuing emergency passports, and detecting passport fraud.• Maintenance of security standards, promotion of web-enabled services, and adherence to the client service commitment of passport issue, while effectively managing an increasing workload.• Ongoing implementation of the National Security – Improved Passport Integrity and Strengthened Issuance Systems program.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">• Public and travel industry clients are satisfied with the department's efficiency and effectiveness in delivering passport services, with passport issues dealt with in a timely and responsive manner.• Staged delivery of the National Security – Improved Passport Integrity and Strengthened Issuance Systems program within budget and against timelines.• Prevention, detection and prosecution of passport fraud.	Targets are: <ul style="list-style-type: none">• Met• Partially met• Not met DFAT expects that these performance criteria will be met during the course of 2016-17.
2017-18	<ul style="list-style-type: none">• High-quality delivery of passport services to clients.• High standards and interoperability of Australian passports and services.• Efficient processing of regular and urgent passport applications.• Prevention, detection and prosecution of passport fraud.	Through case studies and reviews, DFAT will demonstrate whether these performance criteria have been: <ul style="list-style-type: none">• Met• Partially met• Not met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 2.2 resulting from the following measures: <ul style="list-style-type: none">• Nil		

2.3 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 3

Outcome 3: A secure Australian Government presence overseas through the provision of security services and information and communications technology infrastructure, and the management of the Commonwealth's overseas property estate

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.

Table 2.3.1: Budgeted expenses for Outcome 3

Outcome 3: A secure Australian Government presence overseas through the provision of security services and information and communication technology infrastructure, and the management of the Commonwealth's overseas property estate	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 3.1: Foreign Affairs and Trade Security and IT					
Departmental expenses					
Departmental appropriation	203,119	215,996	217,999	141,329	126,650
Departmental total	203,119	215,996	217,999	141,329	126,650
Total expenses for program 3.1	203,119	215,996	217,999	141,329	126,650
Program 3.2: Overseas Property					
Special Accounts: Overseas Property Special Account - DFAT - 2017 (a)	36,803	141,733	160,550	200,990	201,065
Special Accounts: Overseas Property Special Account - DFAT - s20 FMA Act Det 2002/01 (a) (b)	158,672	-	-	-	-
Expenses not requiring appropriation in the Budget year (c)	5,496	18,333	24,402	27,203	24,915
Departmental total	200,971	160,066	184,952	228,193	225,980
Total expenses for program 3.2	200,971	160,066	184,952	228,193	225,980

Table continued on the following page.

Table 2.3.1: Budgeted expenses for Outcome 3 (continued)

	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Outcome 3 Totals by appropriation					
Departmental expenses					
Departmental appropriation	203,119	215,996	217,999	141,329	126,650
Special accounts	36,803	141,733	160,550	200,990	201,065
Expenses not requiring appropriation in the Budget year (c)	5,496	18,333	24,402	27,203	24,915
Departmental total	245,418	376,062	402,951	369,522	352,630
Total expenses for Outcome 3	245,418	376,062	402,951	369,522	352,630

	2016-17	2016-17
Average staffing level (number)	872	881

- (a) This reflects actual cash disbursements from the Overseas Property Special Account.
- (b) This Special Account was closed on 1 April 2017 and was replaced by Special Accounts: Overseas Property Special Account - DFAT – 2017
- (c) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses and make good expenses.

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

Table 2.3.3: Performance criteria for Outcome 3

Table 2.3.3 below details the performance criteria for each program associated with Outcome 3. It also summarises how each program is delivered and where 2017-18 Budget measures have created new programs or materially changed existing programs.

Outcome 3 – A secure Australian Government presence overseas through the provision of security services and information and communications technology infrastructure, and the management of the Commonwealth’s overseas property estate		
Program 3.1 – Foreign Affairs and Trade Security and IT works to ensure:		
<ul style="list-style-type: none">• A secure Australian Government presence overseas for personnel, assets and information by sustaining and improving physical and operational security.• Strengthened information and communications technology (ICT) capability at Australia’s missions overseas and DFAT offices in Australia.		
Delivery	The department is delivering security services and ICT through: <ul style="list-style-type: none">• Strengthened physical and operational security mitigation measures commensurate with the evolving international security environment.• Protection of official information through effective management of ICT systems, security vetting processes, and security training to ensure high standards of security awareness and vigilance.• Continued progress in moving the department’s ICT systems infrastructure to a common platform that can be more efficiently integrated and supported, and implementation of key elements of the government’s ICT Reform Program and ICT elements of the government’s national security policy and objectives.• High-quality overseas ICT services to other government agencies.• Ongoing implementation of the International Communications Network – upgrade program.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">• Effective threat analysis, risk assessments and mitigation strategies appropriate to increased security risks, including timely and effective responses to security incidents.• Reduced security risks to official information, through a strengthened security culture, evidenced by fewer security breaches.• Client satisfaction with the accessibility, reliability and effectiveness of the secure cable network (Official Diplomatic Information Network) and the global secure telecommunications infrastructure.• Staged delivery of the International Communications Network – upgrade program within budget and against timelines.	Targets are: <ul style="list-style-type: none">• Met• Partially met• Not met DFAT expects that these performance criteria will be met during the course of 2016-17.

Table continued on the following page.

Table 2.3.3: Performance criteria for Outcome 3 (continued)

2017-18	<ul style="list-style-type: none">• A strong security culture.• High-quality advice, effective mitigation strategies and timely responses to international security incidents based on considered threat and risk assessments.• An accessible and reliable secure cable network.	Through case studies and reviews, DFAT will demonstrate whether these performance criteria have been: <ul style="list-style-type: none">• Met• Partially met• Not met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 3.1 resulting from the following measures:		
<ul style="list-style-type: none">• Nil		

Program 3.2 – Overseas Property is ensuring a secure Australian government presence overseas through the effective management of the Commonwealth's overseas property estate and of the contracts for the leased estate.		
Delivery	The department is a secure Australian Government presence overseas through: <ul style="list-style-type: none">• Efficient and effective management and delivery of a substantial construction and refurbishment program in the overseas property estate.• Efficient and effective management of the overseas property estate to meet the government's requirements and maintain conditions and service capabilities.• Effective management of outsourced property contract arrangements.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none">• Completion of construction and refurbishment projects within an agreed timeframe and budget.• Effective and accountable management of the property services contract and construction project contracts.• Achieve a portfolio condition and utility rating of good or better.• The majority of tenants rate the performance of the service provider and the Overseas Property Office as good or better.• Asset management plans are in place for all owned properties in the estate.• Achieve a management expense ratio appropriate to the unique nature of the Commonwealth's overseas owned estate.	Targets are: <ul style="list-style-type: none">• Met• Partially met• Not met DFAT expects that these performance criteria will be met during the course of 2016-17.
2017-18	<ul style="list-style-type: none">• The construction and refurbishment of departmental overseas property completed within agreed timeframes and budgets.• Asset management plans are in place for all owned properties in the estate.• The majority of tenants rate the performance of the service provider and the Overseas Property Office as good or better.	Through case studies and reviews, DFAT will demonstrate whether these performance criteria have been: <ul style="list-style-type: none">• Met• Partially met• Not met
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	To help make Australia stronger, safer and more prosperous by promoting and protecting our interests internationally and contributing to global stability and economic growth, particularly in the Indo-Pacific region.	
Material changes to Program 3.2 resulting from the following measures:		
<ul style="list-style-type: none">• Nil		

Section 3: Budgeted financial statements

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2017-18 Budget year, including the impact of budget measures and resourcing on financial statements.

3.1 BUDGETED FINANCIAL STATEMENTS

3.1.1 Differences between entity resourcing and financial statements

There are no differences between the resource information presented in the budget papers and in DFAT's Portfolio Budget Statements.

3.1.2 Explanatory notes and analysis of budgeted financial statements

The total budgeted revenue from government in 2017-18 is \$1,359.6 million, which represents a decrease of \$51.3 million in appropriations from 2016-17 as shown in Table 3.1. The decrease is primarily attributable to:

- parameter adjustments for overseas and domestic inflation;
- foreign exchange movements; and
- efficiencies agreed in the 2017-18 Budget.

This is partially offset by:

- funding for new measures.

The Income Statement shows a budgeted surplus in 2017-18 of \$24.4 million attributable to the department all of which relates to the Overseas Property Special Account (OPSA).

Budgeted Departmental Balance Sheet

The department will receive an equity injection of \$71.4 million in 2017-18 for the purchase or construction of new assets. The department will also receive \$46.5 million through its Departmental Capital Budget to fund the replacement of existing assets.

For 2017-18, the department's non-financial asset position is budgeted to be \$3,867.0 million at year-end. The major asset component is \$3,211.7 million for Land and Buildings.

Schedule of Budgeted Income and Expenses Administered on behalf of the Government

In 2017-18 the department will receive administered appropriation of \$3,652.0 million (excluding capital funding) for programs administered on behalf of the government.

The decrease in appropriations of \$544.8 million from 2016-17 is due to no new multilateral replenishments for International Development Association (IDA) and Asian Development Fund (ADF) being negotiated in 2017-18.

Administered expenses for 'International Development Assistance' are budgeted at \$3,089.0 million, an increase of \$169.2 million from the 2016-17 estimated actual.

Administered expenses for 'New Multilateral Replenishments' are budgeted at \$12.6 million, a decrease of \$768.8 million from the 2016-17 estimated actual due to no new multilateral replenishments for IDA and ADF being negotiated in 2017-18.

Expenses under 'Concessional loan discount' relate to the discounting of the Australia Indonesia Partnerships for Reconstruction and Development (AIPRD) loans.

Expenses under 'Concessional investment discount' relate to the discounting of the investment components of the replenishments for the IDA and ADF.

Schedule of Budgeted Assets and Liabilities Administered on behalf of the Government

Administered assets and liabilities administered on behalf of the government are budgeted at \$4,790.0 million and \$2,388.7 million respectively for the year ending 30 June 2017.

Administered assets are expected to decrease in 2017-18 by \$351.6 million. This is due to no new multilateral replenishments for IDA and ADF being negotiated in 2017-18.

Administered liabilities are expected to decrease in 2017-18 by \$352.2 million. This is due to new liabilities for the multilateral replenishments for IDA and ADF being negotiated in 2017-18.

Schedule of Budgeted Administered Cash Flows

Administered cash receipts is primarily comprised of receipts from passport and consular services and is budgeted at \$623.9 million, an increase of \$40.3 million.

Administered cash used in 2017-18 is estimated to increase by \$166.3 million compared to 2016-17. This is due primarily to the increase in expenditure on the Australian Aid Program.

3.2 BUDGETED FINANCIAL STATEMENTS TABLES

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

	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
EXPENSES					
Employee benefits	769,692	746,014	743,486	729,465	732,188
Suppliers	705,662	691,089	699,038	613,781	607,105
Grants	4,930	-	-	-	-
Depreciation and amortisation	159,282	156,012	152,289	146,258	161,686
Total expenses	1,639,566	1,593,115	1,594,813	1,489,504	1,500,979
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	122,395	125,436	127,014	129,060	126,308
Other	11,258	11,258	11,258	11,258	11,258
Total own-source revenue	133,653	136,694	138,272	140,318	137,566
Gains					
Other gains	674	121,271	674	674	674
Total gains	674	121,271	674	674	674
Total own-source income	134,327	257,965	138,946	140,992	138,240
Net cost of/(contribution by) services	1,505,239	1,335,150	1,455,867	1,348,512	1,362,739
Revenue from Government	1,410,820	1,359,553	1,363,635	1,261,634	1,260,404
Surplus/(deficit) attributable to the Australian Government	(94,419)	24,403	(92,232)	(86,878)	(102,335)
OTHER COMPREHENSIVE INCOME					
Total other comprehensive income	-	-	-	-	-
Changes in asset revaluation surplus	-	-	-	-	-
Total comprehensive income/(loss)	(94,419)	24,403	(92,232)	(86,878)	(102,335)
Total comprehensive income/(loss) attributable to the Australian	(94,419)	24,403	(92,232)	(86,878)	(102,335)

Table continued on the following page.

Table 3.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)**Note: Impact of net cash appropriation arrangements**

	2016-17 Revised Budget \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000	2019-20 Forw ard estimate \$'000	2020-21 Forw ard estimate \$'000
Total comprehensive income excluding depreciation/amortisation expenses previously funded through revenue appropriations	64,863	180,415	60,057	59,380	59,351
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	159,282	156,012	152,289	146,258	161,686
Total comprehensive income/(loss) - as per the statement of comprehensive income	(94,419)	24,403	(92,232)	(86,878)	(102,335)

(a) From 2010-11, the government introduced net cash appropriation arrangements where Bill 1 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities (and select corporate Commonwealth entities) were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Bill 1 equity appropriations. For information regarding DCBs, please refer to Table 3.5 Departmental Capital Budget Statement.

Prepared on Australian Accounting Standards basis.

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

	2016-17 Revised Budget \$'000	2017-18 Forw ard estimate \$'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	57,295	57,295	57,295	57,295	57,295
Trade and other receivables	653,270	837,731	810,011	720,168	641,894
Total financial assets	710,565	895,026	867,306	777,463	699,189
Non-financial assets					
Land and buildings	3,184,604	3,211,654	3,239,745	3,332,831	3,381,621
Property, plant and equipment	303,720	318,530	306,391	289,272	289,100
Intangibles	108,326	109,613	113,671	119,711	123,158
Inventories	47,586	47,586	47,586	47,586	47,586
Other non-financial assets	95,300	96,169	97,046	97,933	97,933
Assets held for sale	83,453	83,453	-	-	-
Total non-financial assets	3,822,989	3,867,005	3,804,439	3,887,333	3,939,398
Total assets	4,533,554	4,762,031	4,671,745	4,664,796	4,638,587
LIABILITIES					
Payables					
Suppliers	81,552	81,552	82,374	83,205	83,205
Other payables	92,139	92,570	93,004	93,323	93,323
Total payables	173,691	174,122	175,378	176,528	176,528
Provisions					
Employee provisions	236,314	238,481	240,671	242,882	242,882
Other provisions	18,876	18,989	19,103	19,216	19,216
Total provisions	255,190	257,470	259,773	262,098	262,098
Total liabilities	428,881	431,592	435,151	438,626	438,626
Net assets	4,104,673	4,330,439	4,236,594	4,226,170	4,199,961
EQUITY*					
Parent entity interest					
Contributed equity	2,510,735	2,628,644	2,717,684	2,794,138	2,870,264
Reserves	1,483,437	1,483,437	1,483,437	1,483,437	1,483,437
Retained surplus	110,501	218,358	35,473	(51,405)	(153,740)
Total parent entity interest	4,104,673	4,330,439	4,236,594	4,226,170	4,199,961
Total Equity	4,104,673	4,330,439	4,236,594	4,226,170	4,199,961

* 'Equity' is the residual interest in assets after deduction of liabilities.

Prepared on Australian Accounting Standards basis.

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

	Retained earnings	Asset revaluation reserve	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2016				
Balance carried forward from previous period	110,501	1,483,437	2,510,735	4,104,673
Adjusted opening balance	110,501	1,483,437	2,510,735	4,104,673
Comprehensive income				
Other comprehensive income	-	-	-	-
Surplus/(deficit) for the period	24,403	-	-	24,403
Total comprehensive loss	24,403	-	-	24,403
of which:				
Attributable to the Australian Government	24,403	-	-	24,403
Transactions with owners				
Distributions to owners				
Returns of capital:				
Cash transfer to the OPA	-	-	-	-
Contributions by owners				
Equity Injection - Appropriation	-	-	71,408	71,408
Departmental Capital Budget (DCB)	-	-	46,501	46,501
Sub-total transactions with owners	-	-	117,909	117,909
Other movements	83,454	-	-	83,454
Estimated closing balance as at 30 June 2017	218,358	1,483,437	2,628,644	4,330,439
Closing balance attributable to the Australian Government	218,358	1,483,437	2,628,644	4,330,439

Prepared on Australian Accounting Standards basis.

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

	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	1,410,820	1,359,553	1,363,635	1,261,634	1,260,404
Sale of goods and rendering of services	133,653	136,694	138,272	140,318	137,566
Other	133,556	135,203	77,713	150,891	137,625
Total cash received	1,678,029	1,631,450	1,579,620	1,552,843	1,535,595
Cash used					
Employees	760,846	743,847	741,296	727,254	732,188
Suppliers	742,034	691,089	698,216	612,950	607,105
Other	41,593	276,469	55,195	61,748	58,677
Total cash used	1,544,473	1,711,405	1,494,707	1,401,952	1,397,970
Net cash from/(used by) operating activities	133,556	(79,955)	84,913	150,891	137,625
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of land, buildings, property, plant and equipment	-	215,158	-	-	-
Total cash received	-	215,158	-	-	-
Cash used					
Purchase and development of land, buildings, property, plant, equipment and intangibles	346,587	266,001	172,299	228,265	213,751
Total cash used	346,587	266,001	172,299	228,265	213,751
Net cash from/(used by) investing activities	(346,587)	(50,843)	(172,299)	(228,265)	(213,751)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	213,031	130,798	94,586	77,374	76,126
Total cash received	213,031	130,798	94,586	77,374	76,126
Cash used					
Returns of equity	-	-	7,200	-	-
Total cash used	-	-	7,200	-	-
Net cash used by financing activities	213,031	130,798	87,386	77,374	76,126
Net increase/decrease in cash held	-	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	57,295	57,295	57,295	57,295	57,295
Effect of exchange rate movements on cash and cash equivalents at the beginning of the reporting period	-	-	-	-	-
Cash and cash equivalents at the end of the reporting period	57,295	57,295	57,295	57,295	57,295

Prepared on Australian Accounting Standards basis.

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

	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 (DCB)	51,755	46,501	69,765	75,611	76,126
Equity injections - Bill 2	56,535	71,408	19,275	843	-
Total new capital appropriations	108,290	117,909	89,040	76,454	76,126
Provided for:					
Purchase of non-financial assets	108,290	117,909	89,040	76,454	76,126
Total Items	108,290	117,909	89,040	76,454	76,126
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	161,276	84,297	24,821	1,763	-
Funded by capital appropriation - DCB (b)	51,755	46,501	69,765	75,611	76,126
Funded internally from departmental resources (c)	133,556	135,203	77,713	150,891	137,625
TOTAL	346,587	266,001	172,299	228,265	213,751
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	346,587	266,001	172,299	228,265	213,751
Total cash used to acquire assets	346,587	266,001	172,299	228,265	213,751

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

(b) Does not include annual finance lease costs. Includes purchases from current and previous years' Departmental Capital Budgets (DCBs).

(c) Includes the following sources of funding:

- Bill 1 and current Bill 3 and prior year Act 1/3/5 appropriations (excluding amounts from the DCB)
- internally developed assets;
- s 74 Retained revenue receipts; and
- proceeds from the sale of assets.

Prepared on Australian Accounting Standards basis.

Table 3.6: Statement of asset movements (Budget year 2017-18)

	Land	Buildings	Other property, plant and equipment	Computer software and intangibles	L&B, IP&E held for sale	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2016						
Gross book value	1,593,397	1,737,799	412,592	200,544	83,453	4,027,785
Accumulated depreciation/amortisation and impairment	-	(146,592)	(108,872)	(92,218)	-	(347,682)
Opening net book balance	1,593,397	1,591,207	303,720	108,326	83,453	3,680,103
Capital asset additions						
Estimated expenditure on new or replacement assets						
By purchase - appropriation equity (a)	-	47,500	36,797	-	-	84,297
By purchase - appropriation ordinary annual services (b)	-	140,789	25,827	15,088	-	181,704
Total additions	-	188,289	62,624	15,088	-	266,001
Other movements						
Depreciation/amortisation expense	-	(94,397)	(47,814)	(13,801)	-	(156,012)
Other	-	-	-	-	-	-
Total other movements	-	(94,397)	(47,814)	(13,801)	-	(156,012)
As at 30 June 2017						
Gross book value	1,593,397	1,926,088	475,216	215,632	-	4,293,786
Accumulated depreciation/amortisation and impairment	-	(240,989)	(156,686)	(106,019)	-	(503,694)
Closing net book balance	1,593,397	1,685,099	318,530	109,613	83,453	3,790,092

- (a) 'Appropriation equity' refers to equity injections appropriations provided through Appropriation Bill (No. 2) 2017-18.
- (b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No.1) 2017-18 for depreciation/amortisation expenses, DCBs or other operational expenses.

Prepared on Australian Accounting Standards basis.

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

	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
EXPENSES					
International Development Assistance	2,919,800	3,088,994	3,301,926	3,259,536	3,330,207
New multilateral replenishments	781,458	12,622	93,000	733,450	12,622
Concessional investment discount	401,760	-	-	401,760	-
Other contributions	492,148	546,947	567,376	595,220	627,598
Export Finance and Insurance Corporation (Efic)	16,327	1,300	1,300	1,300	1,100
Other expenses	3,826	3,889	3,889	3,994	4,105
Payments to Corporate entities	143,610	129,308	128,374	131,759	143,978
Depreciation and amortisation	200	500	500	500	500
Total expenses administered on behalf of Government	4,759,129	3,783,560	4,096,365	5,127,519	4,120,110
LESS:					
OWN-SOURCE INCOME					
Non-taxation revenue					
Fees and Charges	505,968	546,158	571,811	598,044	615,150
Efic	46,759	46,497	47,818	49,722	53,291
Returns of prior year administered expenses	30,641	30,982	43,229	44,310	45,000
Other revenue and gains	254	254	255	255	255
Total non-taxation revenue	583,622	623,891	663,113	692,331	713,696
Total own-sourced income administered on behalf of Government	583,622	623,891	663,113	692,331	713,696
Net cost of services	(4,175,507)	(3,159,669)	(3,433,252)	(4,435,188)	(3,406,414)
OTHER COMPREHENSIVE INCOME					
Total comprehensive loss	(4,175,507)	(3,159,669)	(3,433,252)	(4,435,188)	(3,406,414)

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 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	257	257	257	257	257
Loans and receivables	146,689	147,239	147,789	148,339	148,889
Investments (IDA/ADF)(a)	2,046,684	2,046,684	2,046,684	2,106,684	2,106,684
Investment accounted for using the equity method	464,842	464,842	464,842	464,842	464,842
Appropriation receivable - other	2,478,238	2,126,139	1,906,726	2,701,340	2,388,596
Total financial assets	5,136,710	4,785,161	4,566,298	5,421,462	5,109,268
Non-financial assets					
Leasehold improvements	62	62	62	62	62
Infrastructure, plant and equipment	6	6	6	6	6
Intangibles	4,277	4,220	4,224	4,252	4,280
Other non-financial assets	572	572	572	572	572
Total non-financial assets	4,917	4,860	4,864	4,892	4,920
Total assets administered on behalf of Government	5,141,627	4,790,021	4,571,162	5,426,354	5,114,188
LIABILITIES					
Payables					
IDA/ADF grant component (a)	1,215,102	976,307	769,296	1,021,390	907,525
IDA/ADF concessional component (a)	817,816	723,846	613,487	1,087,913	946,323
Aid program payable	598,120	578,636	676,593	744,687	687,398
Other payables	20,223	20,223	20,223	20,223	20,223
Total payables	2,651,261	2,299,012	2,079,599	2,874,213	2,561,469
Provisions					
Employee provisions	89,711	89,711	89,711	89,711	89,711
Total provisions	89,711	89,711	89,711	89,711	89,711
Total liabilities administered on behalf of Government	2,740,972	2,388,723	2,169,310	2,963,924	2,651,180
Net assets	2,400,655	2,401,298	2,401,852	2,462,430	2,463,008

(a) International Development Association (IDA) and Asian Development Fund (ADF).

Prepared on Australian Accounting Standards basis.

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

	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Fees and Charges	505,968	546,158	571,811	598,044	615,150
Efic	46,759	46,497	47,818	49,722	53,291
Return of prior year administered expenses	30,641	30,982	43,229	44,310	45,000
Other	254	254	255	255	255
Total cash received	583,622	623,891	663,113	692,331	713,696
Cash used					
International Development Assistance	3,300,567	3,441,539	3,636,857	3,640,131	3,635,573
Other contributions	492,148	546,947	567,376	595,220	627,598
Payments to corporate commonwealth entities	143,610	129,308	128,374	131,759	143,978
Efic NIA	15,027	-	-	-	-
Other	4,801	4,589	4,439	4,544	4,655
Total cash used	3,956,153	4,122,383	4,337,046	4,371,654	4,411,804
Net cash used by operating activities	(3,372,531)	(3,498,492)	(3,673,933)	(3,679,323)	(3,698,108)
INVESTING ACTIVITIES					
Cash received					
Proceeds from sale of property plant and equipment	-	-	-	-	-
Total cash used	-	-	-	-	-
Cash used					
Purchase of property, plant and equipment	383	443	504	528	528
Total cash used	383	443	504	528	528
Net cash used by investing activities	(383)	(443)	(504)	(528)	(528)
Net increase decrease in cash held	(3,372,914)	(3,498,935)	(3,674,437)	(3,679,851)	(3,698,636)
Cash and cash equivalents at beginning of reporting period	257	257	257	257	257
Cash from Official Public Account for:					
- Appropriations and Special Accounts	3,956,536	4,122,826	4,337,550	4,372,182	4,412,332
Cash to Official Public Account for:					
- Appropriations	(583,622)	(623,891)	(663,113)	(692,331)	(713,696)
Cash and cash equivalents at end of reporting period	257	257	257	257	257

Prepared on Australian Accounting Standards basis.

Table 3.10: Administered capital budget statement (for the period ended 30 June)

	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 (ACB)	383	443	504	528	528
Administered Assets and Liabilities - Bill 2	874,272	150	-	462,000	-
Total new capital appropriations	874,655	593	504	462,528	528
Provided for:					
Purchase of non-financial assets	383	443	504	528	528
Other Items	874,272	150	-	462,000	-
Total items	874,655	593	504	462,528	528
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation - ACB (a)	383	443	504	528	528
TOTAL	383	443	504	528	528
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total accrual purchases	383	443	504	528	528
Total cash used to acquire assets	383	443	504	528	528

(a) Includes purchases from current and previous years' administered capital budgets (ACBs).

Prepared on Australian Accounting Standards basis.

Table 3.11: Statement of administered asset movements (Budget year 2017-18)

	Buildings	Other property, plant and equipment	Other	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2016				
Gross book value	590	30	12,807	13,427
Accumulated depreciation/amortisation and impairment	(528)	(24)	(8,530)	(9,082)
Opening net book balance	62	6	4,277	4,345
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation ordinary annual services (a)	-	-	443	443
Total additions	-	-	443	443
Other movements				
Depreciation/amortisation expense	-	-	(500)	(500)
Total other movements	-	-	(500)	(500)
As at 30 June 2017				
Gross book value	590	30	13,250	13,870
Accumulated depreciation/amortisation and impairment	(528)	(24)	(9,030)	(9,582)
Closing net book balance	62	6	4,220	4,288

(a) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bills (No.1) 2017-18 for depreciation/amortisation expenses, ACBs or other operational expenses.

Prepared on Australian Accounting Standards basis.