

**PORTFOLIO ADDITIONAL
ESTIMATES STATEMENTS
2004-05**

**PRIME MINISTER AND CABINET
PORTFOLIO**

© Australian Government 2005

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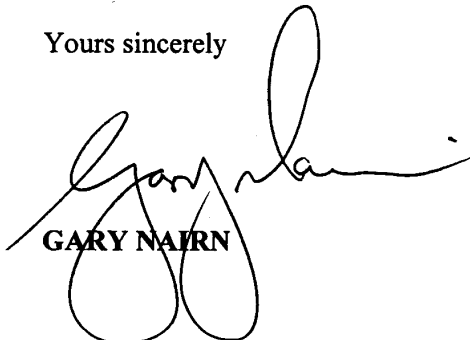
Dear Mr President
Dear Mr Speaker

I hereby submit Portfolio Additional Estimates Statements in support of the 2004-05 Additional Estimates for the Prime Minister and Cabinet Portfolio.

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

I present these statements to parliament to ensure proper and effective accountability to the parliament and, through it, the public.

Yours sincerely



GARY NAIRN

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PART A

USER GUIDE

USER GUIDE

Introduction

The purpose of the Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements, is to inform senators and members of parliament of the proposed allocation of resources to government outcomes by agencies within the portfolio. They also facilitate understanding of the proposed appropriations in Appropriation Bills (Nos. 3 and 4) 2004–05. In this sense the PAES is declared by the Additional Estimates Appropriation Bills to be a ‘relevant document’ to the interpretation of the Bills according to section 15AB of the *Acts Interpretation Act 1901*.

Structure of the Portfolio Additional Estimates Statements

The PAES are presented in three parts with subsections.

Part A: User Guide

Provides an introduction explaining the purpose of the PAES, as well as information in relation to the styles and conventions used.

Part B: Portfolio Overview

Provides an overview of the portfolio. The structure of the outcomes to which the portfolio contributes is depicted in a chart.

Part C: Agency Additional Estimates Statements

For each agency within the portfolio that has an impact on Additional Estimates, a statement is presented under the name of the agency.

Section 1: Agency overview, Additional Estimates and variations to outcomes

This section details the link between the resources appropriated, savings, the impact of any post-Budget measures, and their application to the outputs and administered items (usually programmes) that contribute to the achievement of outcomes. This section also reports changes to revenue from independent sources; changes to estimates of expenses from Special Appropriations; and changes to estimated Special Account flows.

Section 2: Revisions to outcomes and outputs

This section details changes to planned government outcomes, or to the contributing administered items and agency outputs.

Section 3: Budgeted financial statements

This section contains the budgeted financial statements in accrual format covering budget year, previous year and the three out-years for each agency.

A glossary and an index are provided at the end of the document.

Styles and conventions used

(a) The following notations may be used:

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

(b) Figures in tables and in the text may be rounded. Discrepancies in tables between totals and sums of components are due to rounding.

Enquiries

Should you have any enquiries regarding this publication, please contact Ms Fran Raymond, Chief Finance Officer in the Department of the Prime Minister and Cabinet, on (02) 6271 5738 or email fran.raymond@pmc.gov.au

A copy of this document can be located on the Australian Government Budget website at: <http://www.budget.gov.au>

PART B

PORTFOLIO OVERVIEW

PART B: PORTFOLIO OVERVIEW

Since the publication of the 2004–05 Portfolio Budget Statements, the roles/missions of the portfolio have changed as follows.

- The Department of the Prime Minister and Cabinet (the department) transferred responsibility for women’s policy to the Department of Family and Community Services in accordance with the Administrative Arrangements Order of 26 October 2004.
- The department assumed responsibility for the organisational aspects of the week of the 2007 Asia Pacific Economic Cooperation (APEC) Leaders’ Meeting and associated ministerial and business meetings.
- The department expanded its policy advisory roles for water (following the government’s election commitment to an ongoing programme on national water reform) and for the transition from welfare to work.
- The department has assumed responsibility for supporting the Health Task Force.
- The department, the Office of the Inspector-General of Intelligence and Security and the Office of National Assessments assumed expanded national security roles following the government’s adoption of the recommendations of the Report of the Inquiry into Australian Intelligence Agencies (Flood Inquiry).
- The National Water Commission was established on 17 December 2004 as a statutory authority with responsibility for implementing the government’s national water reform objectives.
- The Office of the Commonwealth Ombudsman assumed responsibility for reviewing certain compliance powers in relation to the building industry following the passing of the *Workplace Relations Amendment (Codifying Contempt Offences) Act 2004*.
- The National Australia Day Council expanded its role to include integrated community education programmes to promote a better understanding of the meaning of Australia Day.

The department and the seven budget-funded agencies in the Prime Minister and Cabinet portfolio produce a range of outputs needed for well-coordinated, efficient and accountable public administration supported by a values-based Australian Public Service.

The **Department of the Prime Minister and Cabinet** produces four groups of outputs to achieve its planned outcome – sound and well-coordinated government policies, programmes and decision-making processes.

- Output groups 1–3 provide advice to the Prime Minister and other ministers in the portfolio on economic and industry policy, social policy and international and

Part B – Portfolio Overview

national security policy, and coordinate relevant portfolios and other stakeholders in the policy advising process.

- Output Group 4 provides a range of support services for government operations, including secretariat services to Cabinet and its committees and to the Executive Council; monitoring the implementation of Cabinet decisions; developing and coordinating the government's legislative programme; advising on the coordination and promotion of national awards and symbols; coordinating government communications and advertising; and arranging and coordinating government hospitality and official ceremonial occasions.

The **Australian National Audit Office** (ANAO) works to achieve two planned outcomes: independent performance assessment of selected Australian public sector activities, including possibilities for better efficiency and effectiveness; and independent assurance of the sector's financial reporting, administration, control and accountability. The ANAO's outputs are performance audit, information support and assurance audit services.

The **Australian Public Service Commission** (APS Commission) fosters a confident, high quality, values-based and sustainable Australian Public Service (APS). The commission's five output groups are APS policy and employment services; leadership, learning and development services; organisational performance, promotion and support; evaluation; and merit protection and other services.

The **National Water Commission** (NWC) is a newly created independent statutory authority with two key responsibilities: assessing the implementation and promoting the objectives and outcomes of the National Water Initiative Intergovernmental Agreement, and advising on financial assistance to be provided by the Commonwealth under the components of the Australian Water Fund. The NWC has one outcome and two output groups.

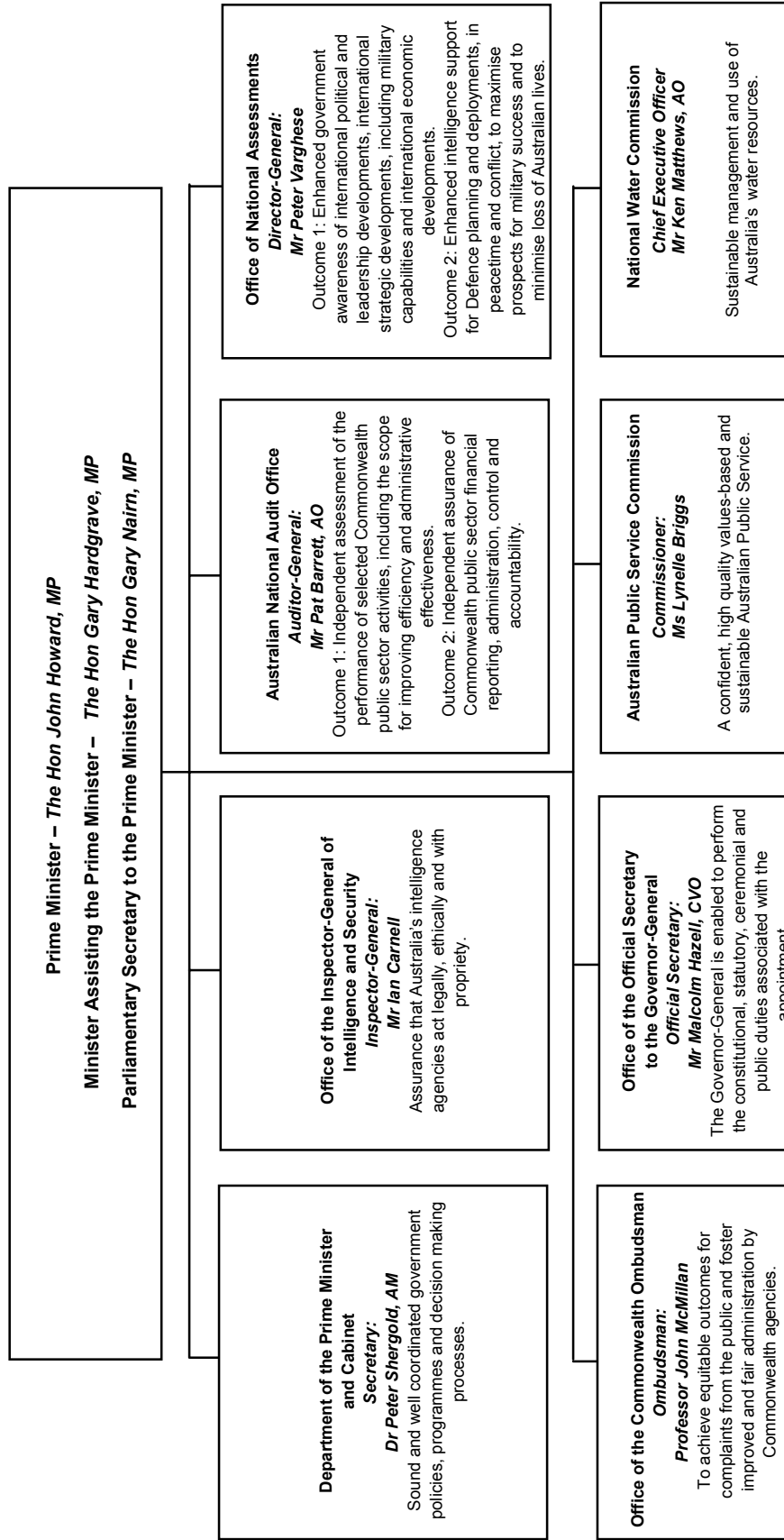
The **Office of National Assessments** (ONA) produces two outputs directed at assisting informed decision-making by government through anticipating and analysing international change and the implications for Australia, and ensuring a coordinated international intelligence effort.

The **Office of the Commonwealth Ombudsman** works through two output groups to achieve equitable outcomes for complaints from the public, and to foster improved and fair administration by Commonwealth agencies.

The **Office of the Inspector-General of Intelligence and Security** (OIGIS) operates to provide assurance that Australia's intelligence agencies act legally, ethically and with propriety. The office works to achieve two outputs: to inspect and report on the activities of the intelligence and security agencies, and to conduct inquiries and provide a complaint resolution service.

The **Office of the Official Secretary to the Governor-General** (OOSGG) enables the Governor-General to perform the constitutional, statutory, ceremonial and public duties associated with his appointment. The office's two outputs are administrative, property management and hospitality support to the Governor-General, and administration of the Australian honours and awards system.

Map 1: Structure of portfolio outcomes for the Department of the Prime Minister and Cabinet and portfolio agencies



ADDITIONAL APPROPRIATIONS AND VARIATIONS — PORTFOLIO LEVEL

The department and portfolio agencies are being provided with additional funds to meet the new and expanded roles/missions that were outlined at the start of this portfolio overview, together with further funding as follows:

- to the department, to reimburse the expenses it incurred in supporting the NWC before the NWC's establishment as a separate statutory authority
- to the department, through the bringing forward of funding previously approved for 2006–07 for its new accommodation works programme
- to the department, to meet accelerated depreciation expenses in the lead-up to its relocation to new accommodation
- to the department, a reappropriation of administered funding to provide additional cash to cover prior year administered expenses
- to the ANAO, the APS Commission and the Ombudsman, to meet the increased procurement expenses flowing from the US–Australia Free Trade Agreement
- to the ANAO, to meet the increased expenses of its auditing work.

The department, the ANAO, the APS Commission and the OOSGG are also repaying part of the Comcover supplementation that they received through the 2004–05 Budget, following a downward revision in their 2004–05 premiums.

The department is also incurring substantial reductions in departmental and administered funding outside the Additional Estimates process following the transfer of funding for women's policy to the Department of Family and Community Services.

Charts 1 and 2 show the impact of the changes since Budget on portfolio agency departmental appropriations. For the department, the changes incorporate both the impact of Additional Estimates and the transfer of women's policy funding.

Due to immaterial changes, OOSGG is not contributing to the PAES.

Part B – Portfolio Overview

Chart 1: Comparison of Budget and revised Budget Departmental appropriations for agencies in the portfolio (\$'000s)

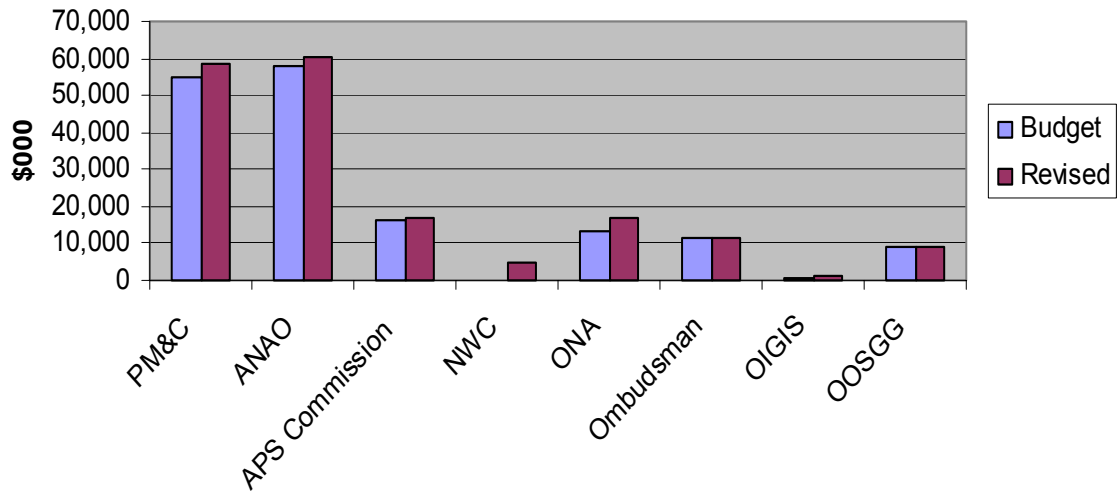
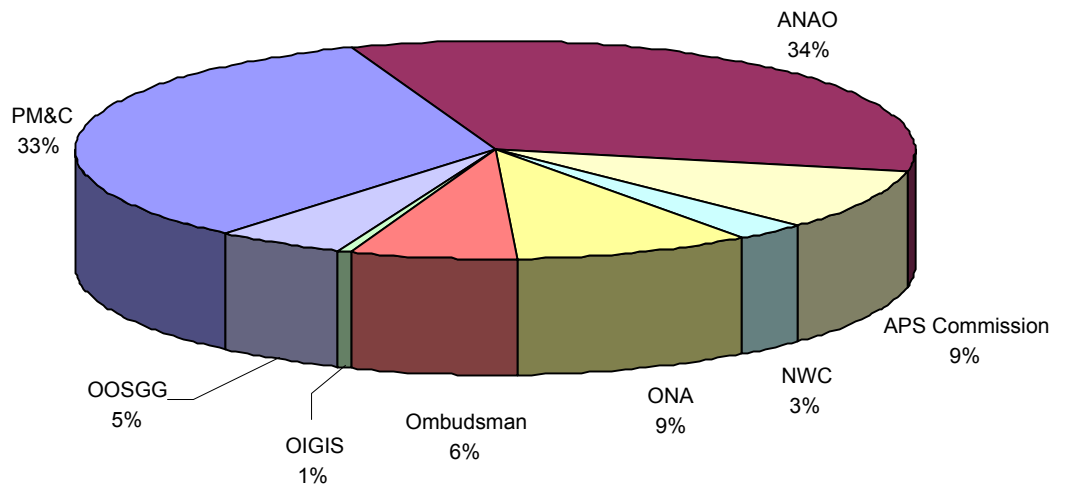


Chart 2: Revised Budget Departmental appropriations for agencies in the portfolio (%)



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AGENCY ADDITIONAL ESTIMATES STATEMENTS

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