

Part 4

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Appendix 1: Entity resource and outcome statements

TABLE 22 Entity resource statement, 2015–16

	Actual available appropriation for 2015–16 \$'000	Payments made 2015–16 \$'000	Balance remaining 2015–16 \$'000
	(a)	(b)	(a)–(b)
Ordinary annual services¹			
Departmental appropriation			
Prior year departmental appropriation	44 553	40 799	3 754
Departmental appropriation ²	331 840	286 864	44 976
s. 74 retained revenue receipts	28 917	28 917	–
s. 75 transfers	16 620	16 545	75
Total	421 930	373 125	48 805
Administered expenses			
Outcome 1	112 945	75 410	
s. 74 retained revenue receipts	1 567	1 567	
Prior year available	39 084	29 255	
Section 51 determinations	(8 613)	–	
Outcome 2	25 629	21 507	
s. 74 retained revenue receipts	22	22	
Prior year available	376	294	
Section 51 determinations	(877)	–	

	Actual available appropriation for 2015–16 \$'000	Payments made 2015–16 \$'000	Balance remaining 2015–16 \$'000
Outcome 3	–	–	
s. 75 transfers	315 885	115 799	
s. 74 retained revenue receipts	38	38	
Prior year s. 75 transfers	25 852	–	
Section 51 determinations	(200 769)	–	
Total	311 139	243 892	
Total ordinary annual services	A 733 069	617 017	
Other services³			
Administered expenses			
Specific payments to States, ACT, NT and local government			
Outcome 3 – National Urban Water and Desalination Plan	3 400	3 400	–
s. 75 transfers	2 100	2 100	–
Prior year s. 75 transfers	5 500	–	–
Section 51 determinations	(5 500)	–	–
Total	5 500	5 500	–
Departmental non-operating			
Opening balance	320	80	240
Equity injections	6 055	1 692	4 363
Total	6 375	1 772	4 603
Administered non-operating			
Administered assets and liabilities	250 000	225 000	25 000
Prior year available	185 000	–	185 000
s. 75 transfers	61 746	12 641	49 105
Prior year s.75 transfers	37 780	–	37 780
Total	534 526	237 641	296 885

		Actual available appropriation for 2015–16 \$'000	Payments made 2015–16 \$'000	Balance remaining 2015–16 \$'000
Total other services	B	546 401	244 913	
Total available annual appropriations	(A+B)	1 279 470	861 930	
Special appropriations				
Special appropriations limited by criteria/entitlement				
<i>Agricultural and Veterinary Chemicals (Administration) Act 1992—s. 58 (6) amount payable to the APVMA</i>			34 195	
<i>Australian Animal Health Council (Live-stock Industries) Funding Act 1996, s. 5</i>			7 825	
<i>Australian Grape and Wine Authority Act 2013, s. 32—payments to the Authority</i>			28 989	
<i>Australian Meat and Live-stock Industry Act 1997, s. 63(2)—payments to the industry marketing body</i>			83 173	
<i>Australian Meat and Live-stock Industry Act 1997, s. 64(2)—payments to the industry research body</i>			27 864	
<i>Australian Meat and Live-stock Industry Act 1997, s. 64A(2)—payments to the livestock export marketing body</i>			4 378	
<i>Australian Meat and Live-stock Industry Act 1997, s. 64B(2)—payments to the livestock export research body</i>			877	
<i>Australian Meat and Live-stock Industry Act 1997, s. 64C(2)—payments to the meat processor marketing body</i>			7 092	
<i>Australian Meat and Live-stock Industry Act 1997, s. 64D(2) – payments to the meat processor research body</i>			12 783	
<i>Australian Meat and Live-stock Industry Act 1997, s. 66(1)—Commonwealth contribution to industry research body</i>			45 672	
<i>Dairy Produce Act 1986, s. 6(1)</i>			57 691	
<i>Egg Industry Service Provision Act 2002, s. 8(1)</i>			8 611	

		Actual available appropriation for 2015–16 \$'000	Payments made 2015–16 \$'000	Balance remaining 2015–16 \$'000
<i>Farm Household Support Act 1992—s. 57(3)</i> [* Repealed by Act 13 of 2014 *]			3	
<i>Farm Household Support Act 2014, s. 105—</i> Payments for Farm Household Allowance			57 431	
<i>Forestry Marketing and Research and Development Services Act 2007, s. 9(1) payments and matching payments to an industry services body and Commonwealth administration expenses</i>			9 028	
<i>Horticulture Marketing and Research and Development Services Act 2000, s. 16(9)</i>			93 620	
<i>Pig Industry Act 2001, s. 10(1)</i>			19 793	
<i>Plant Health Australia (Plant Industries) Funding Act 2002, s. 6</i>			1 815	
<i>Plant Health Australia (Plant Industries) Funding Act 2002, s. 10B</i>			3 230	
<i>Primary Industries Research and Development Act 1989, s. 30(3)—Cotton R&D Corporation</i>			11 399	
<i>Primary Industries Research and Development Act 1989, s. 30(3)—Grains R&D Corporation—Other Grains</i>			86 438	
<i>Primary Industries Research and Development Act 1989, s. 30(3)—Grains R&D Corporation—Wheat</i>			91 618	
<i>Primary Industries Research and Development Act 1989, s. 30(3)—Rural Industries R&D Corporation</i>			7 433	
<i>Primary Industries Research and Development Act 1989, s. 30A(3) and s. 30B(9)—Fisheries R&D Corporation</i>			20 123	
<i>Public Governance, Performance and Accountability Act 2013, s. 58—National Residue Survey, Departmental</i>			14 500	
<i>Public Governance, Performance and Accountability Act 2013, s. 77—Repayments</i>			1 098	
<i>Sugar Research and Development Services Act 2013, s. 7—payment to the sugar industry services body</i>			30 400	
<i>Wool Services Privatisation Act 2000, s. 31(4)</i>			65 013	
Total special appropriations	C	832 092	832 092	

	Actual available appropriation for 2015–16 \$'000	Payments made 2015–16 \$'000	Balance remaining 2015–16 \$'000
Special Accounts⁴			
Opening balance	67 514		
Appropriation receipts ⁵	133 022		
Non-appropriation receipts to Special Accounts	433 136		
Payments made		539 603	
Total Special Accounts	D 633 672	539 603	94 069

Total resourcing (A+B+C+D)	2 745 234	2 233 625	
Less appropriations drawn from annual or special appropriations above and credited to Special Accounts and/or payments to corporate entities through annual and special appropriations ⁵	429 480	429 480	
Total net resourcing for Agriculture	2 315 754	1 804 145	

1. Appropriation Acts (Nos.1 and 3) 2015–16. This also includes prior year departmental appropriation, s. 74 retained revenue receipts, s. 75 transfers and s. 51 determinations.
2. Includes an amount of \$9.9 million in 2015–16 for the Departmental Capital Budget. For accounting purposes this amount has been designated as 'contributions by owners'.
3. Appropriation Acts (Nos.2 and 4) 2015–16. This also includes prior year administered appropriation, s. 75 transfers and s. 51 determinations.
4. Does not include 'Special Public Money' held in Services for Other Entities and Trust Moneys Special accounts (SOETM).
5. Appropriation receipts from the department's annual appropriations for 2015–16 are included above.

TABLE 23 Expenses for Outcome 1, 2015–16

Outcome 1: More sustainable, productive, internationally competitive and profitable Australian agricultural, food and fibre industries through policies and initiatives that promote better resource management practices, innovation, self-reliance and improved access to international markets.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Program 1.1: Agriculture Adaptation			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
Clean Energy Future—Creating Opportunities on the Land—extending the benefits of the Carbon Farming Initiative	17 550	14 632	2 918
Departmental expenses			
Departmental appropriation	7 202	7 898	(696)
Expenses not requiring appropriation in the Budget year	156	401	(245)
Total for Program 1.1	24 908	22 931	1 977
Program 1.2: Sustainable Management – Natural Resources			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
A More Competitive and Sustainable Fisheries Sector—Recognise OceanWatch as a Natural Resource Management Group	600	600	–
Stronger Farmers, Stronger Economy—strengthening research, skills and management of natural resources—Pest Animal and Weed Management	–	920	(920)
National Landcare Program	5 862	5 862	–
National Landcare Program transfer to Special Account	(5 862)	(5 862)	–
Special Accounts			
Natural Resources Management Account—s. 80, PGPA Act 2013 [s. 11, <i>Natural Resources Management (Financial Assistance) Act 1992</i>]	5 862	10 627	(4 765)
Departmental expenses			
Departmental appropriation	11 107	9 234	1 873
Expenses not requiring appropriation in the Budget year	271	243	28
Total for Program 1.2	17 840	21 624	(3 784)

Outcome 1: More sustainable, productive, internationally competitive and profitable Australian agricultural, food and fibre industries through policies and initiatives that promote better resource management practices, innovation, self-reliance and improved access to international markets.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Program 1.3: Forestry Industry			
Administered expenses			
Special appropriations			
<i>Forestry Marketing and Research and Development Services Act 2007, s. 9(1) payments and matching payments to an industry services body and Commonwealth administration expenses</i>	8 816	9 767	(951)
Departmental expenses			
Departmental appropriation	6 064	4 702	1 362
Expenses not requiring appropriation in the Budget year	175	190	(15)
Total for Program 1.3	15 055	14 659	396
Program 1.4: Fishing Industry			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
A More Competitive and Sustainable Fisheries Sector—Support for Recreational and Commercial Fishing Peak Bodies	300	300	–
Fisheries Resources Research Fund	382	381	1
Special appropriations			
<i>Primary Industries Research and Development Act 1989, s. 30A(3) and s. 30B(9)—Fisheries R&D Corporation</i>	19 048	20 495	(1 447)
Departmental expenses			
Departmental appropriation	8 990	8 650	340
Expenses not requiring appropriation in the Budget year	246	325	(79)
Total for Program 1.4	28 966	30 151	(1 186)
Program 1.5: Horticulture Industry			
Administered expenses			
Special appropriations			
<i>Horticulture Marketing and Research and Development Services Act 2000, s. 16(9)</i>	86 396	95 887	(9 491)
Departmental expenses			
Departmental appropriation	1 573	1 052	521
Expenses not requiring appropriation in the Budget year	45	41	4
Total for Program 1.5	88 014	96 980	(8 966)

Outcome 1: More sustainable, productive, internationally competitive and profitable Australian agricultural, food and fibre industries through policies and initiatives that promote better resource management practices, innovation, self-reliance and improved access to international markets.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Program 1.6: Wool Industry			
Administered expenses			
Special appropriations			
<i>Wool Services Privatisation Act 2000, s. 31(4)</i>	54 500	63 754	(9 254)
Departmental expenses			
Departmental appropriation	979	737	242
Expenses not requiring appropriation in the Budget year	22	36	(14)
Total for Program 1.6	55 501	64 527	(9 026)
Program 1.7: Grains Industry			
Administered expenses			
Special appropriations			
<i>Primary Industries Research and Development Act 1989, s. 30(3)—Grains R&D Corporation—Other Grains</i>	74 972	87 542	(12 570)
<i>Primary Industries Research and Development Act 1989, s. 30(3)—Grains R&D Corporation—Wheat</i>	107 594	93 203	14 391
Departmental expenses			
Departmental appropriation	1 840	1 377	463
Expenses not requiring appropriation in the Budget year	54	61	(7)
Total for Program 1.7	184 460	182 183	2 277
Program 1.8: Dairy Industry			
Administered expenses			
Special appropriations			
<i>Dairy Produce Act 1986, s. 6(1)</i>	56 246	57 593	(1 347)
Departmental expenses			
Departmental appropriation	988	912	76
Expenses not requiring appropriation in the Budget year	24	60	(36)
Total for Program 1.8	57 258	58 565	(1 307)

Outcome 1: More sustainable, productive, internationally competitive and profitable Australian agricultural, food and fibre industries through policies and initiatives that promote better resource management practices, innovation, self-reliance and improved access to international markets.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Program 1.9: Meat and Livestock Industry			
Administered expenses			
Special appropriations			
<i>Australian Meat and Live-stock Industry Act 1997, s. 63(2)—payments to the industry marketing body</i>	66 293	83 394	(17 101)
<i>Australian Meat and Live-stock Industry Act 1997, s. 64(2)—payments to the industry research body</i>	22 261	27 989	(5 728)
<i>Australian Meat and Live-stock Industry Act 1997, s. 64A(2)—payments to the livestock export marketing body</i>	5 188	4 328	860
<i>Australian Meat and Live-stock Industry Act 1997, s. 64B(2)—payments to the livestock export research body</i>	1 039	867	172
<i>Australian Meat and Live-stock Industry Act 1997, s. 64C(2)—payments to the meat processor marketing body</i>	6 294	7 017	(723)
<i>Australian Meat and Live-stock Industry Act 1997, s. 64D(2)—payments to the meat processor research body</i>	11 190	12 647	(1 457)
<i>Australian Meat and Live-stock Industry Act 1997, s. 66(1)—Commonwealth contribution to industry research body</i>	48 983	45 871	3 112
<i>Pig Industry Act 2001, s. 10(1)</i>	19 425	19 351	74
Departmental expenses			
Departmental appropriation	789	987	(198)
Expenses not requiring appropriation in the Budget year	–	22	(22)
Total for Program 1.9	181 462	202 473	(21 011)
Program 1.10: Agricultural Resources			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
A Competitive Agriculture Sector—Boosting Farm Profits Through Rural Research and Development	29 295	29 293	2
A Competitive Agriculture Sector—Improved Access to Agricultural and Veterinary Chemicals	1 718	1 698	20
Agricultural and Veterinary Chemicals Minor Use Program	143	143	–
Rural Industries Research and Development Corporation	8 628	8 628	–

Outcome 1: More sustainable, productive, internationally competitive and profitable Australian agricultural, food and fibre industries through policies and initiatives that promote better resource management practices, innovation, self-reliance and improved access to international markets.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Stronger Farmers, Stronger Economy—a fairer go for farm businesses—farm co-operatives and collaboration pilot	–	700	(700)
Special appropriations			
<i>Agricultural and Veterinary Chemicals (Administration) Act 1992—s. 58 (6) amount payable to the APVMA</i>	30 721	29 741	980
<i>Australian Grape and Wine Authority Act 2013, s. 32—payments to the Authority</i>	30 843	29 283	1 560
<i>Egg Industry Service Provision Act 2002, s. 8(1)</i>	8 870	9 191	(321)
<i>Primary Industries Research and Development Act 1989, s. 30(3)—Cotton R&D Corporation</i>	8 804	12 107	(3 303)
<i>Primary Industries Research and Development Act 1989, s. 30(3)—Rural Industries R&D Corporation</i>	7 678	7 183	495
<i>Sugar Research and Development Services Act 2013, s. 7—payment to the sugar industry services body</i>	27 723	30 968	(3 245)
Expenses not requiring appropriation in the Budget year			
Write-down and impairment of assets	–	502	(502)
Departmental expenses			
Departmental appropriation	56 963	47 143	9 820
Expenses not requiring appropriation in the Budget year	1 758	2 069	(311)
Total for Program 1.10	213 144	208 649	4 495
Program 1.11: Drought Programs			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
Drought relief package—concessional loans—administration	3 750	659	3 091
Drought recovery concessional loans scheme—administration	2 500	160	2 340
Special appropriations			
<i>Farm Household Support Act 1992 – s 57(3) [*Repealed by Act 13 of 2014 *]</i>	–	3	(3)
Expenses not requiring appropriation in the Budget year			
Drought Recovery—concessional loans—discount expenses	2 633	–	2 633
Drought relief package—concessional loans—administration	–	1 320	(1 320)

Outcome 1: More sustainable, productive, internationally competitive and profitable Australian agricultural, food and fibre industries through policies and initiatives that promote better resource management practices, innovation, self-reliance and improved access to international markets.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Departmental expenses			
Departmental appropriation	2 121	1 731	390
Expenses not requiring appropriation in the Budget year	65	62	3
Total for Program 1.11	11 069	3 935	7 134
Program 1.12: Rural Programs			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
Rural Financial Counselling Service	16 094	16 053	41
Stronger Farmers, Stronger Economy—new drought management framework—managing farm risk program	–	9	(9)
Special appropriations			
<i>Farm Household Support Act 2014, s. 105—payments for Farm Household Allowance</i>	117 430	57 221	60 209
Expenses not requiring appropriation in the Budget year			
Write-down and impairment of assets	–	1 545	(1 545)
Farm Finance—concessional loans scheme—administration	–	1 550	(1 550)
Departmental expenses			
Departmental appropriation	10 821	10 377	444
Expenses not requiring appropriation in the Budget year	193	428	(235)
Total for Program 1.12	144 538	87 183	57 354
Program 1.13: International Market Access			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
Agriculture Advancing Australia—International Agricultural Cooperation	317	107	210
Food and Agriculture Organization of the United Nations (FAO)	12 540	13 791	(1 251)
Indonesia–Australia Red Meat and Cattle Partnership	3 495	864	2 631
International Organisations Contributions	1 827	1 917	(90)

Outcome 1: More sustainable, productive, internationally competitive and profitable Australian agricultural, food and fibre industries through policies and initiatives that promote better resource management practices, innovation, self-reliance and improved access to international markets.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Departmental expenses			
Departmental appropriation	28 581	31 950	(3 369)
Expenses not requiring appropriation in the Budget year	632	954	(322)
Total for Program 1.13	47 392	49 583	(2 191)

Outcome 1: Totals by appropriation type			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)	105 001	96 717	8 284
Special appropriations	820 314	805 402	14 912
Special Accounts	5 862	10 627	(4 765)
Expenses not requiring appropriation in the Budget year	2 633	4 917	(2 284)
Less amounts transferred within the department	(5 862)	(5 862)	–
Departmental expenses			
Departmental appropriation ^{1,2}	138 018	126 750	11 268
Expenses not requiring appropriation in the Budget year ³	3 639	4 892	(1 253)
Total expenses for Outcome 1	1 069 605	1 043 443	26 162

	2014–15	2015–16
Average Staffing Level (number)	598	607

* Original budget as presented in the 2015–16 Portfolio Budget Statements (PBS).

1. Departmental Appropriation combines Ordinary annual services (Appropriation Acts No. 1) and Retained Revenue Receipts under section 74 of the *PGPA Act 2013*.
2. Departmental appropriation allocations are notional and reflect the current structure of the department.
3. Departmental 'Expenses not requiring appropriation in the Budget year' is made up of depreciation expenses, amortisation expense, write down and impairment of assets and resources received free of charge.

TABLE 24 Expenses for Outcome 2, 2015–16

Outcome 2: Safeguard Australia's animal and plant health status to maintain overseas markets and protect the economy and environment from the impact of exotic pests and diseases, through risk assessment, inspection and certification, and the implementation of emergency response arrangements for Australian agricultural, food and fibre industries.	Budget* 2015–16	Actual Expenses 2015–16	Variation 2015–16
	\$'000 (a)	\$'000 (b)	\$'000 (a) – (b)
Program 2.1: Biosecurity and Export Services			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
A Competitive Agriculture Sector—support for small exporters	513	2 343	(1 830)
Stronger Farmers, Stronger Economy—improvements to access premium markets—Improve Biosecurity	–	2 529	(2 529)
Centre of Excellence for Biosecurity Risk and Research	1 782	1 793	(11)
Expenses not requiring appropriation in the Budget year			
<i>National Residue Survey Account—s. 80, PGPA Act 2013, [s. 6, National Residue Survey Administration Act 1992]</i>	9 081	10 580	(1 499)
Departmental expenses			
Departmental appropriation	143 891	150 247	(6 356)
Special Accounts			
Australian Quarantine and Inspection Service Special Account—s. 78, PGPA Act 2013	360 307	407 311	(47 004)
<i>National Residue Survey Account—s. 80, PGPA Act 2013 [s. 6, National Residue Survey Administration Act 1992]</i>	10 389	10 741	(352)
Expenses not requiring appropriation in the Budget year	10 146	19 877	(9 731)
Total for Program 2.1	536 110	605 421	(69 311)
Program 2.2: Plant and Animal Health			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
A Competitive Agriculture Sector—Stronger Biosecurity and Quarantine Arrangements	1 653	1 611	42
A Competitive and Sustainable Fisheries Sector—Review of Invasive Marine Pests	1 119	279	840
Animal Biosecurity and Response Reform	947	955	(8)
Commonwealth membership of Animal Health Australia and Plant Health Australia	2 065	2 080	(15)
International Organisations Contribution—World Organisation for Animal Health	241	250	(9)

Outcome 2: Safeguard Australia's animal and plant health status to maintain overseas markets and protect the economy and environment from the impact of exotic pests and diseases, through risk assessment, inspection and certification, and the implementation of emergency response arrangements for Australian agricultural, food and fibre industries.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Other Exotic Disease Preparedness Program	623	623	–
Payment to CSIRO—Contribution to the operating costs of the Australian Animal Health Laboratory	7 928	7 928	–
Plant Biosecurity and Response Reform	1 334	1 385	(51)
Stronger Farmers, Stronger Economy—strengthening research, skills and management of natural resources—Emergency Response Exotic Pest and Disease Incursions—Immediate Assistance Fund	–	1 489	(1 489)
Special appropriations			
<i>Australian Animal Health Council (Live-stock Industries) Funding Act 1996, s. 5</i>	6 361	7 886	(1 526)
<i>Plant Health Australia (Plant Industries) Funding Act 2002, s. 6</i>	1 763	1 834	(71)
<i>Plant Health Australia (Plant Industries) Funding Act 2002, s. 10B</i>	3 720	3 275	445
Departmental expenses			
Departmental appropriation	41 186	28 004	13 182
Expenses not requiring appropriation in the Budget year	1 035	1 013	22
Total for Program 2.2	69 974	58 612	11 362
Outcome 2: Totals by appropriation type			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)	18 205	23 265	(5 060)
Special appropriations	11 844	12 995	(1 151)
Expenses not requiring appropriation in the Budget year	9 081	10 580	(1 499)
Departmental expenses			
Departmental appropriation ^{1,2}	185 077	178 251	6 826
Special Accounts	370 697	418 052	(47 355)
Expenses not requiring appropriation in the Budget year ³	11 180	20 890	(9 710)
Total expenses for Outcome 2	606 084	664 033	(57 949)
	2014–15	2015–16	
Average Staffing Level (number)	3 460	3 505	

* Original budget as presented in the 2015–16 Portfolio Budget Statements (PBS).

1. Departmental Appropriation combines Ordinary annual services (Appropriation Acts No. 1) and Retained Revenue Receipts under section 74 of the *PGPA Act 2013*.
2. Departmental appropriation allocations are notional and reflect the current structure of the department.
3. Departmental 'Expenses not requiring appropriation in the Budget year' is made up of depreciation expenses, amortisation expense, write down and impairment of assets and resources received free of charge.

TABLE 25 Expenses for Outcome 3, 2015–16

Outcome 3: Improve the health of rivers and freshwater ecosystems and water use efficiency through implementing water reforms, and ensuring enhanced sustainability, efficiency and productivity in the management and use of water resources.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Program 3.1: Water Reform			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)			
Commonwealth Contribution under the Murray–Darling Basin	8 803	7 492	1 311
National Urban Water and Desalination Plan	7 248	6 658	590
Stronger Farmers, Stronger Economy—National Water Infrastructure Development Fund	–	4 000	(4 000)
Sustainable Rural Water Use and Infrastructure	288 834	108 233	180 601
Other services (Appropriation Act No. 2)			
National Urban Water and Desalination Plan	2 100	5 500	(3 400)
Special appropriation			
<i>Water Act 2007</i>	38 175	2 580	35 595
Transfer to special account	(38 175)	(2 580)	(35 595)
Special Accounts			
WELS Account—s. 80 PGPA Act 2013 [s. 64(1) <i>Water Efficiency Labelling and Standards Act 2005</i>]	1 571	765	806
Water for the Environment Special Account—s.80 PGPA Act 2013 [s. 86AB <i>Water Act 2007</i>]	38 175	2 580	35 595
Expenses not requiring appropriation in the Budget year	7 758	86 419	(78 661)
Departmental expenses			
Departmental appropriation	18 461	19 476	(1 015)
Expenses not requiring appropriation in the Budget year	–	563	(563)
Total for Program 3.1	372 950	241 686	131 264
Outcome 3: Totals by appropriation type			
Administered expenses			
Ordinary annual services (Appropriation Act No. 1)	304 885	126 383	178 502
Ordinary annual services (Appropriation Act No. 2)	2 100	5 500	(3 400)
Special accounts	39 746	3 345	36 401

Outcome 3: Improve the health of rivers and freshwater ecosystems and water use efficiency through implementing water reforms, and ensuring enhanced sustainability, efficiency and productivity in the management and use of water resources.	Budget* 2015–16 \$'000 (a)	Actual Expenses 2015–16 \$'000 (b)	Variation 2015–16 \$'000 (a) – (b)
Special appropriations	38 175	2 580	35 595
Less amounts transferred within the department	(38 175)	(2 580)	(35 595)
Expenses not requiring appropriation in the Budget year	7 758	86 419	(78 661)
Departmental expenses			
Departmental appropriation ^{1,2}	18 461	19 476	(1 015)
Expenses not requiring appropriation in the Budget year ³	–	563	(563)
Total expenses for Outcome 3	372 950	241 686	131 264
	2014–15	2015–16	
Average Staffing Level (number)	–	116	

* Budget transferred as per s.75 transfers.

1. Departmental Appropriation combines Ordinary annual services (Appropriation Acts No. 1) and Retained Revenue Receipts under section 74 of the PGPA Act 2013.
2. Departmental appropriation allocations are notional and reflect the current structure of the department.
3. Departmental 'Expenses not requiring appropriation in the Budget year' is made up of depreciation expenses, amortisation expense, write down and impairment of assets and resources received free of charge.

Appendix 2: Ecologically sustainable development and environmental performance

The Department of Agriculture and Water Resources has a statutory requirement under section 516A of the *Environment Protection and Biodiversity Conservation Act 1999* to report on:

- our contribution to ecologically sustainable development (ESD) through our outcomes and activities
- the environmental performance of our internal operations.

Ecologically sustainable development principles

The principles of ESD outlined in section 3A of the Act are that:

- decision-making processes should effectively integrate both long-term and short-term economic, environmental, social and equity considerations
- if there are threats of serious or irreversible environmental damage, lack of full scientific certainty should not be used as a reason for postponing measures to prevent environmental degradation
- the present generation should ensure that the health, diversity and productivity of the environment is maintained or enhanced for the benefit of future generations
- the conservation of biological diversity and ecological integrity should be a fundamental consideration in decision-making
- improved valuation, pricing and incentive mechanisms should be promoted.

Our contribution to ecologically sustainable development through our outcomes and activities

Our outcomes embody the ESD principles:

Outcome 1: More sustainable, productive, internationally competitive and profitable Australian agricultural, food and fibre industries through policies and initiatives that promote better resource management practices, innovation, self-reliance and improved access to international markets.

Outcome 2: Safeguard Australia's animal and plant health status to maintain overseas markets and protect the economy and environment from the impact of exotic pests and diseases, through risk assessment, inspection and certification, and the implementation of emergency response arrangements for Australian agricultural, food and fibre industries.

Outcome 3: Improve the health of rivers and freshwater ecosystems and water use efficiency through implementing water reforms, and ensuring enhanced sustainability, efficiency and productivity in the management and use of water resources.

We play a leading role or contribute to national and international policies with significant ESD objectives. We deliver programs to fund research, training and projects aimed at mitigating climate change, improving water efficiency and promoting sustainable resource management. Our role in biosecurity is critical to maintaining biodiversity in Australia and overseas. We also deliver funding to community organisations and to the portfolio research and development corporations whose work includes activities supporting ESD.

Our work supports the goal of development that meets Australia's current needs while conserving our ecosystems for the benefit of future generations.

Our key activities in 2015–16 are outlined in Part 2: Annual performance statements.

Legislative responsibilities

The following legislation, administered by the department under the current Administrative Arrangements Order, contributes directly to ESD:

- *Agricultural and Veterinary Chemicals Act 1994*
- *Agricultural and Veterinary Chemicals (Administration) Act 1992*
- *Agricultural and Veterinary Chemicals Code Act 1994*
- *Biosecurity Act 2015*
- *Export Control Act 1982*
- *Fisheries Administration Act 1991*
- *Fisheries Management Act 1991*
- *Illegal Logging Prohibition Act 2012*
- *Quarantine Act 1908*
- *Natural Resources Management (Financial Assistance) Act 1992*
- *Primary Industries and Energy Research and Development Act 1989*
- *Regional Forest Agreements Act 2002*
- *Torres Strait Fisheries Act 1984*
- *Water Act 2007*
- *Water Efficiency Labelling and Standards Act 2005.*

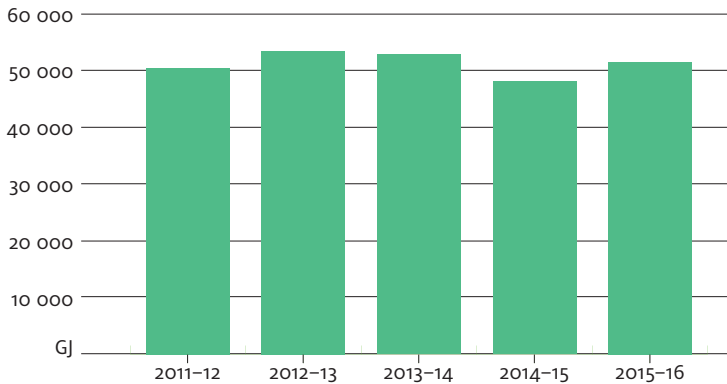
Environmental impact of our operations

Energy efficiency

Our central office buildings in Canberra maintain a base building rating of 4.5 stars under the National Australian Built Environment Rating System. Both buildings contain T5 energy efficient lighting and movement sensors, which turn off lighting in office areas after hours. The buildings also contain energy efficient window blinds, which reduce the energy required to heat and cool the buildings during the day. We acknowledge the importance of green energy in the electricity contracts for our Canberra buildings. These contracts include a 10 per cent allocation of green power through the whole-of-government electricity contract.

As shown in Figure 26, over the five years to 30 June 2016 the department's electricity and gas consumption was in the range of 50 000 to 54 000 gigajoules per annum. In 2015–16, our energy consumption (excluding diesel and petroleum products) increased by 7.2 per cent to 51 491 gigajoules, primarily due to the progressive commissioning of the post-entry quarantine facility at Mickleham in Victoria.

FIGURE 26 Energy consumption, 2011–12 to 2015–16

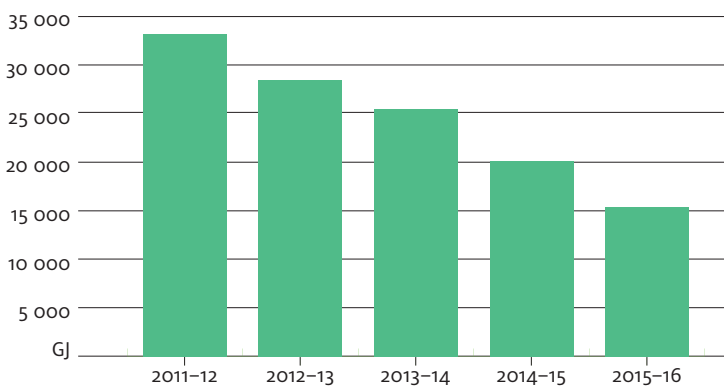


Transport

We monitor the fuel consumption and kilometres travelled for all fleet vehicles and encourage drivers to purchase ethanol blended fuel (E10) where possible. As existing fleet vehicle leases reach expiry, operational areas are asked to consider replacing these with efficient hybrid or diesel vehicles where this is practical. During 2015–16, we significantly increased our hybrid fleet and, as at 30 June 2016, leased 146 hybrid vehicles in our fleet nationally.

In 2015–16, the department consumed 15 396 gigajoules in transport fuels for passenger vehicles, a reduction of 23.4 per cent on the previous year. This result has been driven by the increase in our hybrid fleet. Figure 27 shows a continued downward trend in transport energy consumed over a five-year period.

FIGURE 27 Transport energy consumption, 2011–12 to 2015–16



Water conservation

Our central office buildings recycle and capture stormwater to flush all toilets. In bathrooms and change rooms, we have waterless urinals, water saving shower heads, infrared motion-active hand basins and 4A-rated dual flush toilets. These initiatives contribute to reducing our reliance on the local water supply.

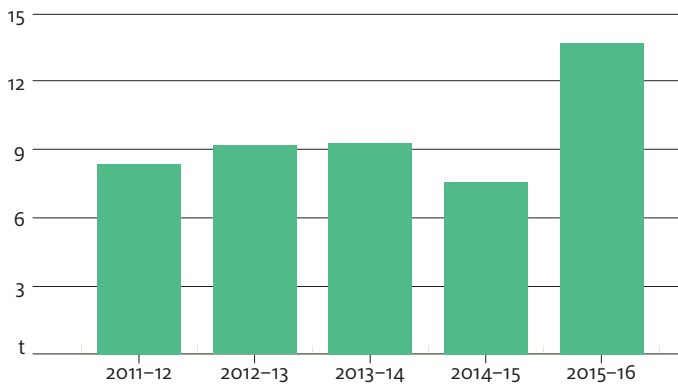
Waste management

We continue to encourage good recycling practices, providing ready access to segregated waste streams in the office environment. Recycling bins are located throughout central office buildings in kitchens and common areas and include general waste, organic recycling and co-mingled recycling.

The organic waste stream is a unique feature of our central office buildings and can be used to dispose of compostable materials and foodstuffs. Through this process, all organic waste from all levels of the participating buildings is collected and relocated off-site and then processed into mulch for further use. This reclaims usable materials and reduces the quantity of general waste from these sites.

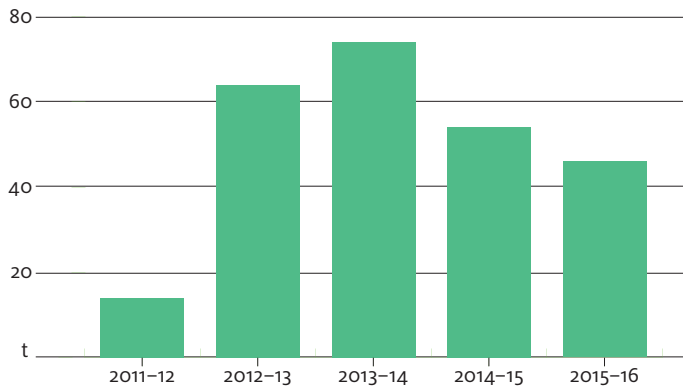
As shown in Figure 28, over the five years to 30 June 2016, the department has increased reclaiming of usable materials and reducing the quantity of general waste. The organic waste stream captured 13.7 tonnes of organic waste in 2015–16.

FIGURE 28 Organic waste collected 2011–12 to 2015–16



The co-mingled recycling program continues to be supported in the Canberra offices. As shown in Figure 29, we collected and processed 46 tonnes of co-mingled recycling.

FIGURE 29 Co-mingled recycling collected 2011–12 to 2015–16



Engaging staff through ECONet

The department's ECONet, with assistance from the Commercial Business and ICT Services and Operations branches, continued to find ways to make the department's operations more environmentally friendly and energy efficient.

Following a successful launch in June 2015, the ECONet met on a semi-regular basis with the senior executive to discuss, propose and implement environmental efficiencies. A number of ECONet volunteers also made a site visit to Canberra's Mugga Lane Resource Management Centre, strengthening the department's connections with the ActSmart Business Recycling Program and learning about more effective ways to encourage recycling.

With the support of an ActSmart donation, we have installed clearer bin signage in the Canberra office, and provided more information about the types of waste that can be recycled. Compost bins have also been placed in all Canberra office kitchenettes.

Appendix 3: Human resources statistics

TABLE 26 Employees (headcount) by classification and employment type

Classification	30 June 2016		30 June 2015	
	Ongoing	Non-ongoing	Ongoing	Non-ongoing
APS 1	4	4	9	4
APS 2	16	36	19	33
APS 3	707	168	713	110
APS 4	976	69	1 031	59
APS 5	616	32	546	25
APS 6	861	113	715	92
Meat Inspectors 1–4	150	133	146	139
EL 1	637	29	537	17
EL 2	378	14	348	5
SES 1	69	–	58	–
SES 2	20	–	16	–
SES 3	5	–	4	–
Total	4 439	598	4 142	484

Note: Headcount includes staff on leave without pay and excludes the secretary.

TABLE 27 Employees (headcount) by attendance and employment type

Employment type	30 June 2016	30 June 2015
Ongoing employee full time	3 595	3 342
Ongoing employee part time	844	800
Non-ongoing employee full time	198	117
Non-ongoing employee part time	29	14
Non-ongoing employee casual	371	353
Total	5 037	4 626

Note: Headcount includes staff on leave without pay and excludes the secretary.

TABLE 28 Employees (headcount) by physical location and employment type

Physical Location	30 June 2016		30 June 2015	
	Ongoing	Non-ongoing	Ongoing	Non-ongoing
ACT	2 091	180	1 752	156
NSW	728	61	758	47
NT	54	7	46	5
QLD	587	127	608	91
SA	174	32	180	35
TAS	8	4	10	4
VIC	533	103	525	77
WA	246	84	249	69
Overseas	18	–	14	–
Total	4 439	598	4 142	484

Note: Headcount includes staff on leave without pay and excludes the secretary.

TABLE 29 Performance pay received in 2015–16 as assessed on 2014–15 performance

Classification	No. of staff receiving performance pay	Aggregated amount awarded to classifications	Average performance payment	Range of performance payments
EL1	1	\$4 252	\$4 252	\$4 252
EL2	9	\$58 164	\$6 463	\$5 282–\$9 901
Total	10	\$62 416	–	\$4 252–\$9 901

Note: Performance pay provisions are only available to employees with a valid Australian Workplace Agreement in place. There were 10 Australian Workplace Agreements in place during the relevant period which have since been ceased. Performance pay arrangements are not available through the department's enterprise agreement.

TABLE 30 Employment contractual arrangements at 30 June 2016

Arrangement	No. of employees under contract
Enterprise agreement	4 943
s.24(1) determinations	94
Common law contracts	–
Non-SES Australian Workplace Agreements	–
Total	5 037

TABLE 31 Department salary structure at 30 June 201

Classification	Salary range
APS1	\$43 606–\$48 847
APS2	\$51 298–\$53 331
APS3	\$56 034–\$60 871
APS4	\$62 818–\$68 183
APS5	\$69 238–\$74 643
APS6 a	\$77 602–\$109 584
EL1	\$94 208–\$106 301
EL2 b	\$113 671–\$146 971
SES c	\$206 243–\$353 010

Note: Remuneration negotiated through Australian Workplace Agreements or Individual Flexibility Arrangements can exceed the salary ranges for non-SES classifications. **a** Positions requiring mandatory veterinary qualifications can access paypoints between \$92 404 and \$109 584. **b** Positions requiring mandatory veterinary or scientific qualifications can access paypoints between \$134 497 and \$146 971. **c** SES salaries are determined on a case-by-case basis.

Appendix 4: Grants programs

Information on grants awarded by the department in 2015–16 is available at agriculture.gov.au/about/reporting/obligations/grants-reporting-requirements.

Grants programs have the specific purpose of providing grant funding and have published grant program guidelines.

TABLE 32 Grants programs for 2015–16

Agriculture adaptation

Carbon Farming Futures—Action on the Ground **a**

Carbon Farming Futures—Extension and Outreach **a**

Carbon Farming Futures—Filling the Research Gap **a**

Sustainable management—natural resources

National Landcare Program **b**
(including Innovation Grants, 25th Anniversary Landcare Grants, Regional Delivery)

National Landcare Program—Sustainable Agriculture Small Grants Round 2015–16

Agricultural resources

Farm Profits through Rural Research and Development

Assistance Grants—Improved Access to Industry Priority Uses of Agvet Chemicals

Science and Innovation Awards for Young People in Agriculture, Fisheries and Forestry

Rural programs

Rural Financial Counselling Service 2005–2016 **a**

Rural Financial Counselling Service 2016–2019

Managing Farm Risk Program

International market access

Australia–China Agricultural Cooperation Agreement Program

Agricultural Trade and Market Access Cooperation Program

Biosecurity and export services

Centre of Excellence for Biosecurity Risk Analysis **a**

Package Assisting Small Exporters

Water reform

Sustainable Rural Water Use and Infrastructure Program—On-Farm Irrigation Efficiency Program **a c**

Sustainable Rural Water Use and Infrastructure Program—New South Wales Private Irrigation Infrastructure Operators Program **a c**

Sustainable Rural Water Use and Infrastructure Program—Private Irrigation Infrastructure Program in South Australia **a c**

a No new rounds called, management of existing grants only. **b** Joint program with the Department of the Environment. **c** Transferred from the Department of the Environment following the machinery of government change during 2015–16.

Appendix 5: Report on the operation of the *Natural Resources Management (Financial Assistance) Act 1992*

The *Natural Resources Management (Financial Assistance) Act 1992* assists the development and implementation of an integrated approach to natural resource management. In particular, this approach supported the Sustainable Agriculture component of the National Landcare Program. Under subsection 26(1) of the Act, a report must be prepared each year on the operation of the Act and agreements made under it. This is that report.

The 2015–16 appropriations funded under the Act totalled \$7.53 million, comprising \$5.86 million of administered funds from the Landcare appropriation and the balance in departmental funding. Appropriations in 2014–15 were \$13.68 million.

Section 11 of the Act established the Natural Resource Management special account and allowed \$5.86 million of administered funds to be paid into the special account to cover agreements made under Section 6. In addition, funds from 2014–15 were carried forward in the special account.

As well as projects approved for funding in previous financial years, which were outlined in the 2014–15 annual report, project funding provided in 2015–16 included:

- \$1.0 million to support Landcare Australia Limited activities including the National Landcare Conference, State and National Landcare Awards, and community awareness activities for the Landcare community
- \$0.48 million for the Wild Dog Alert System, which aids land managers to prevent wild dog incursions and attacks on livestock. The system provides an unprecedented opportunity to monitor wild dog activity and efficiently inform the development and review of strategic regional wild dog management plans
- \$0.26 million for the National Honey Bee Survey, which will collect baseline data on the current economic situation of Australian beekeepers. The survey will capture the adoption of research and development initiatives, the state of honey bee health and the size of the commercial pollination services sector
- \$0.63 million for river remediation near Tamworth, which will provide the Namoi Catchment with economic, social and environmental benefits from reduced erosion. The Peel River Anabranch project will address streambank erosion issues on a stretch of the Peel River, a watercourse of the Murray–Darling Basin.

Appendix 6: National Residue Survey Annual Report 2015–16

The National Residue Survey (NRS) monitors residues of pesticides and veterinary medicines and environmental contaminants in Australian food commodities. This monitoring is fully industry funded, principally through levies on the commodities that are tested.

The NRS tests animal commodities including cattle, sheep and pigs, camels, deer, goats, horses, kangaroos, poultry, ratites (emus and ostriches), wild boars, honey, eggs and aquatic species (both aquaculture and wild-caught seafood).

In horticulture, the almond, apple, citrus, macadamia and pear industries all participate in NRS testing.

The NRS grains program covers:

- cereals (wheat, barley, oat, maize, sorghum and tritiale)
- pulses (chickpea, cow pea, pigeon pea, field pea, faba bean, lentil, vetch, navy bean, mung bean and lupin)
- oilseeds (canola, sunflower, soybean, safflower and linseed).

Information about NRS activities in 2015–16 is reported in Strategic objective 6 (see page 80).

Under section 10 of the *National Residue Survey Administration Act 1992* (the NRS Act), the Minister for Agriculture is required to provide an annual report to Parliament, setting out details of the operation of the NRS Special Account. Tables 33 to 36 provide the annual report for the NRS and include key financial information in accordance with the NRS Act.

TABLE 33 National Residue Survey—summary of results for all random monitoring programs in 2015–16

Commodity	Total number of samples	Number of tests conducted	Compliance with relevant Australian Standards (%) ^a
Animal products (36 different products sampled)			
Meat, eggs, honey and aquatic species	9 157	17 700	99.27
Plant products (32 different products sampled)			
Grains and Horticulture	7 106	10 300	98.80

^a The compliance rate is based on numbers of samples in compliance. In a very small number of samples, one sample may contain more than one violative residue.

TABLE 34 National Residue Survey—revenue and expenses

	2015–16 \$'000	2014–15 \$'000
Revenue		
Sale of goods and rendering of services	911	523
Interest on investments	399	433
Levies	10 579	10 981
Revenue from government	363	62
Total revenue	12 251	11 999
Expenses		
Employee benefits	1 896	1 819
Analytical testing	5 668	6 162
Other	3 034	2 759
Total expenses	10 598	10 740
Surplus / (deficit)	1 653	1 259

TABLE 35 National Residue Survey—assets, liabilities and equity

	2015–16 \$'000	2014–15 \$'000
Assets		
Trade and other receivables	1 699	1 837
Investments	14 500	12 500
Intangibles and other assets	2 094	2 335
Total assets	18 293	16 672
Liabilities		
Suppliers and other payables	595	706
Employee provisions and other liabilities	918	840
Total liabilities	1 513	1 546
Equity		
Reserves	16 274	14 586
Other	506	540
Total equity	16 780	15 126

TABLE 36 Transactions in and out of the National Residue Survey Account

	2015–16 \$'000	2014–15 \$'000
Balance brought forward from previous period	1 723	857
Receipts		
Appropriation for reporting period	363	61
Other Receipts	24 356	24 336
Total receipts	24 719	24 397
Payments		
Payments made to employees	(1 831)	(1 812)
Payments made to other	(23 087)	(21 719)
Total payments made	(24 918)	(23 531)
Total balance carried to the next period	1 524	1 723

Appendix 7: Water Efficiency Labelling and Standards Scheme Annual Report 2015–16

Section 75 of the *Water Efficiency Labelling and Standards Act 2005* requires the regulator to, as soon as practicable after the end of each financial year, prepare a report on the operation of the Water Efficiency Labelling and Standards (WELS) Scheme during the year.

This annual report covers the operation of the WELS Scheme from 1 July 2015 to 30 June 2016.

Background

The objectives of the Act are to:

- conserve water supplies by reducing water consumption
- provide information for purchasers of water-use and water-saving products
- promote the adoption of efficient and effective water-use and water-saving technologies.

The Act and corresponding state and territory legislation provide for the operation of the WELS Scheme. The Australian Government administers the scheme on behalf of the other governments.

Through the scheme, information on the water efficiency and general performance of waterusing and watersaving products is provided to consumers, allowing informed choice to be made regarding water use. As a result, domestic water savings in the order of 100 gegalitres per annum are now being realised nationally. These savings are projected to increase to 204 gegalitres per annum by 2030 with the replacement of products by more efficient models.

It is estimated that water efficiency improvements have resulted in consumers saving \$520 million annually in household utility bills (e.g. water, electricity and gas). These savings are projected to increase to \$2 billion per annum by 2030.

Dishwashers, clothes washing machines, taps, showers, lavatories, urinals and flow controllers are all covered by the scheme. To be legally supplied, these products must meet the performance and testing requirements of the WELS standard, and must be registered and labelled correctly.

Operation of the scheme

General

On 6 April 2016, Standards Australia and Standards New Zealand jointly published a new standard for waterusing products: AS/NZS 6400:2016 Water Efficient Products—Rating and Labelling. In order to incorporate this new standard within the scheme, work was undertaken to enable a new Determination to be made early in 2016–17.

Following the second independent review of the WELS Scheme, which was completed in June 2015, a joint government response to the review’s recommendations and the 2016–2019 WELS Scheme Strategic Plan was prepared in consultation with all governments. All states and territories have agreed to the strategic plan.

During 2015–16, the administration of the Act was transferred to the Department of Agriculture and Water Resources from the Department of the Environment. A project to migrate the WELS database as part of this transfer was progressed, with the actual migration scheduled to occur early in 2016–17.

Assistance was directly provided to product manufacturers and suppliers, particularly giving guidance on product registrations, through telephone and online enquiries.

As at 30 June 2016, there were 16 017 products registered under the WELS Scheme.

Compliance and enforcement

The Act requires that all products be registered and labelled at all points in the supply chain.

Overall compliance with WELS obligations is high and continues to improve, with a growing group of suppliers integrating WELS requirements into their business processes to ensure compliance. In 2015–16 compliance activities focused on the whole of the supply chain and internet-based sales.

All inspections and follow-up enforcement actions were undertaken in accordance with the department’s compliance and enforcement policy.

Financial

Total fee revenue collected from the registration of WELS products during 2015–16 was \$1.328 million¹.

1 Department of Agriculture and Water Resources figures only.

Appendix 8: Water for the Environment Special Account

Section 86AI of the *Water Act 2007* requires the Secretary of the department to, as soon as practicable after 30 June each year, prepare and provide to the Minister a report on the operation of the Water for the Environment Special Account.

Payments totalling \$3 985 145 were made from the Water for the Environment Special Account during 2015–16 (Table 37).

Payments totalling \$3 979 000 were made to New South Wales, South Australia and Victoria to assist the three governments to contribute to the preparation of business cases for measures that will ease or remove constraints on the movement of environmental water to the environmental assets of the River Murray, Murrumbidgee River, Gwydir River and Goulburn River.

Measures that remove constraints on water movement through the regulated system are a key element of the Sustainable Diversion Limit Adjustment Mechanism set out in the Murray–Darling Basin Plan (see page 60).

Two payments totalling \$6 145 were made for specialist advice in the development of the Commonwealth On Farm Further Irrigation Efficiency (COFFIE) program. The COFFIE program is the first program being developed to implement the efficiency measures component of the sustainable diversion limit adjustment mechanism. The program will assist irrigators to improve the water use efficiency and productivity of their irrigation activities, with water savings being made available to the environment.

TABLE 37 Water for the Environment Special Account

Financial year	Appropriated amount	Movement of funds	Expended
2015–16	\$40 000 000	Nil	\$3 985 145