

# *Vote Serious Fraud*

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APPROPRIATION MINISTER(S): Minister of Police (M51)

DEPARTMENT ADMINISTERING THE VOTE: Serious Fraud Office (A37)

RESPONSIBLE MINISTER FOR SERIOUS FRAUD OFFICE: Minister of Police

## *Details of Appropriations and Capital Injections*

### Annual Appropriations and Forecast Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Departmental Output Expenses</b>			
<b>Investigation and Prosecution of Serious Financial Crime (M51) (A37)</b> This appropriation is limited to detecting, investigating and prosecuting serious financial crimes by the Serious Fraud Office, and includes activities directed at making the commission of financial crimes more difficult, and detection and prosecution more effective.	12,509	1,341	13,850
<b>Total Departmental Output Expenses</b>	12,509	1,341	13,850
<b>Departmental Capital Expenditure</b>			
<b>Serious Fraud Office - Capital Expenditure PLA (M51) (A37)</b> This appropriation is limited to the purchase or development of assets by and for the use of the Serious Fraud Office, as authorised by section 24(1) of the Public Finance Act 1989.	226	81	307
<b>Total Departmental Capital Expenditure</b>	226	81	307
<b>Total Annual Appropriations and Forecast Permanent Appropriations</b>	12,735	1,422	14,157

### Capital Injection Authorisations

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Serious Fraud Office - Capital Injection (M51) (A37)	126	81	207

# Supporting Information

## Part 1 - Vote as a Whole

### 1.2 - Trends in the Vote

#### Summary of Financial Activity

	2020/21				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
<b>Appropriations</b>					
Output Expenses	12,509	1,341	-	1,341	13,850
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	-	-	-
Capital Expenditure	226	81	-	81	307
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	-	-	-	-	-
<i>Other Expenses</i>	-	-	-	-	-
<i>Capital Expenditure</i>	-	N/A	-	-	-
<b>Total Appropriations</b>	<b>12,735</b>	<b>1,422</b>	<b>-</b>	<b>1,422</b>	<b>14,157</b>
<b>Crown Revenue and Capital Receipts</b>					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	-	N/A	-	-	-
Capital Receipts	-	N/A	-	-	-
<b>Total Crown Revenue and Capital Receipts</b>	<b>-</b>	<b>N/A</b>	<b>-</b>	<b>-</b>	<b>-</b>

## Part 2 - Details of Departmental Appropriations

### 2.1 - Departmental Output Expenses

#### Investigation and Prosecution of Serious Financial Crime (M51) (A37)

##### *Scope of Appropriation*

This appropriation is limited to detecting, investigating and prosecuting serious financial crimes by the Serious Fraud Office, and includes activities directed at making the commission of financial crimes more difficult, and detection and prosecution more effective.

##### *Expenses and Revenue*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	12,509	1,341	13,850
Revenue from the Crown	12,424	1,112	13,536
Revenue from Others	85	229	314

##### *Reasons for Change in Appropriation*

The appropriation increased by \$1.341 million to \$13.850 million for 2020/21 due to:

- an increase of \$940,000 to strengthen the response to COVID-19 related serious financial crime
- an increase of \$185,000 to fund a national Anti-Corruption Work Programme (phase 2) from 2019/20
- an increase of \$138,000 to fund the provision of electronic forensic services by the Serious Fraud Office to be utilised by other Government agencies. This is funded by Immigration New Zealand, the Financial Markets Authority and the Commerce Commission
- an increase of \$91,000 for assistance to the Vanuatu Office of Public Prosecutors, funded by the Ministry of Foreign Affairs and Trade, and
- a decrease of \$13,000 to reflect a Treasury capital charge reduction from 6% to 5%.

## 2.3 - Departmental Capital Expenditure and Capital Injections

### Serious Fraud Office - Capital Expenditure PLA (M51) (A37)

#### *Scope of Appropriation*

This appropriation is limited to the purchase or development of assets by and for the use of the Serious Fraud Office, as authorised by section 24(1) of the Public Finance Act 1989.

#### *Capital Expenditure*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	164	81	245
Intangibles	62	-	62
Other	-	-	-
<b>Total Appropriation</b>	<b>226</b>	<b>81</b>	<b>307</b>

#### *Reasons for Change in Appropriation*

This appropriation increased by \$81,000 to \$307,000 for 2020/21 due to:

- overhead costs for the increased headcount required in response to COVID-19 related serious financial crime.

#### *Capital Injections and Movements in Departmental Net Assets*

##### **Serious Fraud Office**

Details of Net Asset Schedule	2020/21 Main Estimates Projections \$000	2020/21 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2020/21
Opening Balance	1,112	1,112	Supplementary Estimates opening balance reflects the audited results as at 30 June 2020.
Capital Injections	126	207	New funding to cover overhead costs for additional headcount required in response to COVID-19 related serious financial crime.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
<b>Closing Balance</b>	<b>1,238</b>	<b>1,319</b>	