

INDEX

GLOSSARY

ACRONYMS

ALPHABETICAL INDEX

GLOSSARY

Administered Items: see *User Guide p. vii*.

Appropriation: is an authorisation by Parliament to spend moneys from the Consolidated Revenue Fund.

Accrual Accounting: recognises the change in value of assets, liabilities, income and expenditure at the time that transactions and/or events occur, not at the time cash is paid or received, as is the case in cash accounting.

Assets: see *User Guide p. vii*.

Capital Use Charge: see *User Guide p. vii*.

Combined Exercise: an exercise/activity involving one or more Services of the Australian Defence Force with the forces of other countries.

Defence Assistance to the Civil Community: is the provision of Defence resources for the performance of tasks which are primarily the responsibility of the civil community. While the provision of such assistance is in exceptional circumstances, a high priority is given to civil emergencies and natural disasters where lives or property are at risk.

Departmental Items: see *User Guide p. vi*.

Equity Injection: see *User Guide p. vii*.

Expenses: see *User Guide p. vii*.

Force Element: a component of a unit, a unit or an association of units having common prime objectives and activities.

Force Element Group: a grouping of force elements with an appropriate command and control structure for a specified role or roles.

Force Structure: see *Preparedness Concepts and Planning*.

Interoperability: the ability of systems, units or forces to provide the services to and accept services from other systems, units or forces and to use the services so exchanged to enable them to operate effectively together.

Joint Exercise: an exercise/activity involving two or more Services of the ADF.

Liabilities: see *User Guide p. vii*.

Military Capability: see *Preparedness Concepts and Planning*.

Preparedness Concepts and Planning: to achieve its outcome, Defence develops military capabilities that enable the Government to apply military power when required. Military capability is achieved by developing a force structure appropriately prepared for operations. Preparedness is therefore of fundamental importance to Defence, which must be able to manage it effectively and communicate its status to the Government.

Military Capability: the two levels of military capability specified for forces within the ADF are derived from the concept of maintaining forces at an appropriate minimum level of capability (or MLOC) in peacetime and ensuring that those forces are ready to work up to an appropriate higher level of task-specific capability (or operational level of capability - OLOC), within a given time, in order to conduct operations effectively.

However, the maintenance of a force at a higher level of preparedness or at an operational level of capability for a prolonged period is resource intensive. A clear understanding of the implications is

required before a force is raised to that level of capability in peacetime. During a time of economic constraint, Defence balances the mix of capabilities, or outputs, from within its budget to meet Government tasking priorities.

Force Structure: Force structure relates to the type of force required - personnel, equipment, facilities and military doctrine - to achieve the operational level of capability necessary to conduct operations effectively. In the medium to long term, military capability will vary due to changes in force structure generated by the capability development process. In the short term, force structure is the more constant component of military capability and the level of capability available for operations is determined by Defence's management of preparedness of the current force.

Changes to force structure usually impact on the preparedness of the associated forces. For example, the introduction of a new capability, retirement of an old capability or capability enhancement will have a direct impact on the resource, training and facility requirements of the forces involved.

Preparedness

Preparedness is a measurement of how ready (readiness) and how sustainable (sustainability) the whole or part of the ADF is to undertake military operations. The readiness of forces to be committed to operations within a specified time is dependent on the availability and proficiency of personnel, equipment, facilities and consumables. Sustainability is measured in terms of the ability to provide personnel, equipment, facilities and consumables to enable a force to complete its period of operations.

Preparedness Planning

The preparedness planning process begins with a strategic appreciation involving an analysis of the national security objectives which are specified in Government guidance. These objectives are considered against current strategic circumstances and defence policy. In the light of this appreciation, military strategies are developed or refined to achieve the objectives. Military strategic objectives and military response options are then derived from the military strategies and are used to provide preparedness planning guidance.

The Chief of the Defence Force's Preparedness Directive

This principal strategic-level directive contains strategic planning guidance, lists military response options and sets preparedness requirements. It informs all subordinate preparedness directives at the operational level which set specified levels of preparedness and contain the capability standards against which force units measure and report.

The implementation of preparedness involves the allocation of resources to the current force to ensure that preparedness objectives can be met and managed properly. The evaluation and reporting of preparedness ensure that there is regular feedback in the process and that objectives and resource allocations are refined as necessary.

Readiness: see *Preparedness Concepts and Planning*.

Outcomes: see *User Guide p. vi*.

Outputs: see *User Guide p. vi*.

Revenues: see *User Guide p. vii*.

Running Costs: are the full recurrent and minor capital costs consumed by an agency. Included are; salaries and related employment costs, superannuation, administrative items, minor capital items, property operating expenses and consultancy services.

Sustainability: see *Preparedness Concepts and Planning*.

Theatre: is the area in which military operations/activities take place.

ACRONYMS

Abn.....	Airborne
ADF.....	Australian Defence Force
ADI.....	Australian Defence Industries
ASW.....	Anti-Submarine Warfare
ASUW.....	Anti-Surface Warfare
CDF.....	Chief of the Defence Force
CPD.....	CDF's Preparedness Directive
CPX.....	Command Post Exercise
CT.....	Counter-Terrorism
DFRB.....	Defence Force Retirement Benefits
DFRDB.....	Defence Force Retirement and Death Benefits
DHA.....	Defence Housing Authority
DJFHQ.....	Deployable Joint Force Headquarters
FFG.....	Guided Missile Frigate
HMAS.....	Her Majesty's Australian Ship
HQNORCOM.....	Headquarters Northern Command
JMSDF.....	Japanese Maritime Self Defence Force
MLOC.....	Minimum Level of Capability
MPA.....	Maritime Patrol Aircraft
MSBS.....	Military Superannuation and Benefits Scheme
NORCOM.....	Northern Command
NZ.....	New Zealand
OLOC.....	Operational Level of Capability
OPA.....	Official Public Account
OPD.....	Operational Preparedness Directive
OPORD.....	Operational Order
OPSEC.....	Operations Security
PBS.....	Portfolio Budget Statements
PNG.....	Papua New Guinea
RAAF.....	Royal Australian Air Force
RAF.....	Royal Air Force
RAN.....	Royal Australian Navy
RAR.....	Royal Australian Regiment
RBN.....	Royal Brunei Navy
ROMAN.....	Resource and Output Management and Accounting Network
RN.....	Royal Navy
RNZAF.....	Royal New Zealand Air Force
RNZN.....	Royal New Zealand Navy
RSN.....	Republic of Singapore Navy
RTAF.....	Royal Thailand Air force
SASR.....	Special Air Services Regiment
UK.....	United Kingdom
UN.....	United Nations
UNTAET.....	United Nations Transitional Administration East Timor

Index

US..... United States of America
US CINCPACFLT United States Commander-in-Chief Pacific Fleet
USAF United States Air Force
USN..... United States Navy

ALPHABETICAL INDEX

administered items.....	12, 13, 15, 42, 43, 44, 56, 57, 60
Air Force capabilities.....	90-97
appropriations.....	14-16, 130
Army capabilities.....	81-89
balance sheet, <i>see</i> financial statements - assets and liabilities	
budget measures.....	17-19
budget summary.....	11-31
capital investment, <i>see also</i> financial statements - capital budget	
equipment.....	23-28
facilities.....	29-32
capital use charge.....	vii
Commercial Support Program, <i>see</i> market testing	
competitive tendering and contracting.....	33
cross agency arrangement.....	34
Defence Housing Authority.....	34, 129-137
Defence mission.....	3
Defence operations.....	63-71
Defence Reform Program.....	115-121
discretionary grants.....	126
equity injection.....	vii
evaluations.....	32
exercise program.....	109-114
financial statements.....	37-60, 132-137
assets and liabilities.....	38, 43, 134
capital budget.....	40, 136
cash flow.....	39, 44, 134
non-financial assets.....	41, 137
notes.....	45
revenues and expenses.....	37, 42, 133
major works, <i>see</i> capital investment - facilities	
market testing.....	33
mission, <i>see</i> Defence mission	
Navy capabilities.....	72 - 80
operating statement, <i>see</i> financial statements - revenues and expenses	
organisational structure.....	10
outcome.....	8
outputs	
price of.....	13, 62, 129
structure.....	62
people and business process initiatives.....	107-108

Index

performance information	
outputs	63-104
outcome	9
personnel	20-21
policy advice	98 - 104
price of outputs, <i>see</i> outputs - price of	
purchaser/provider arrangements	34, 130
style conventions	vi