

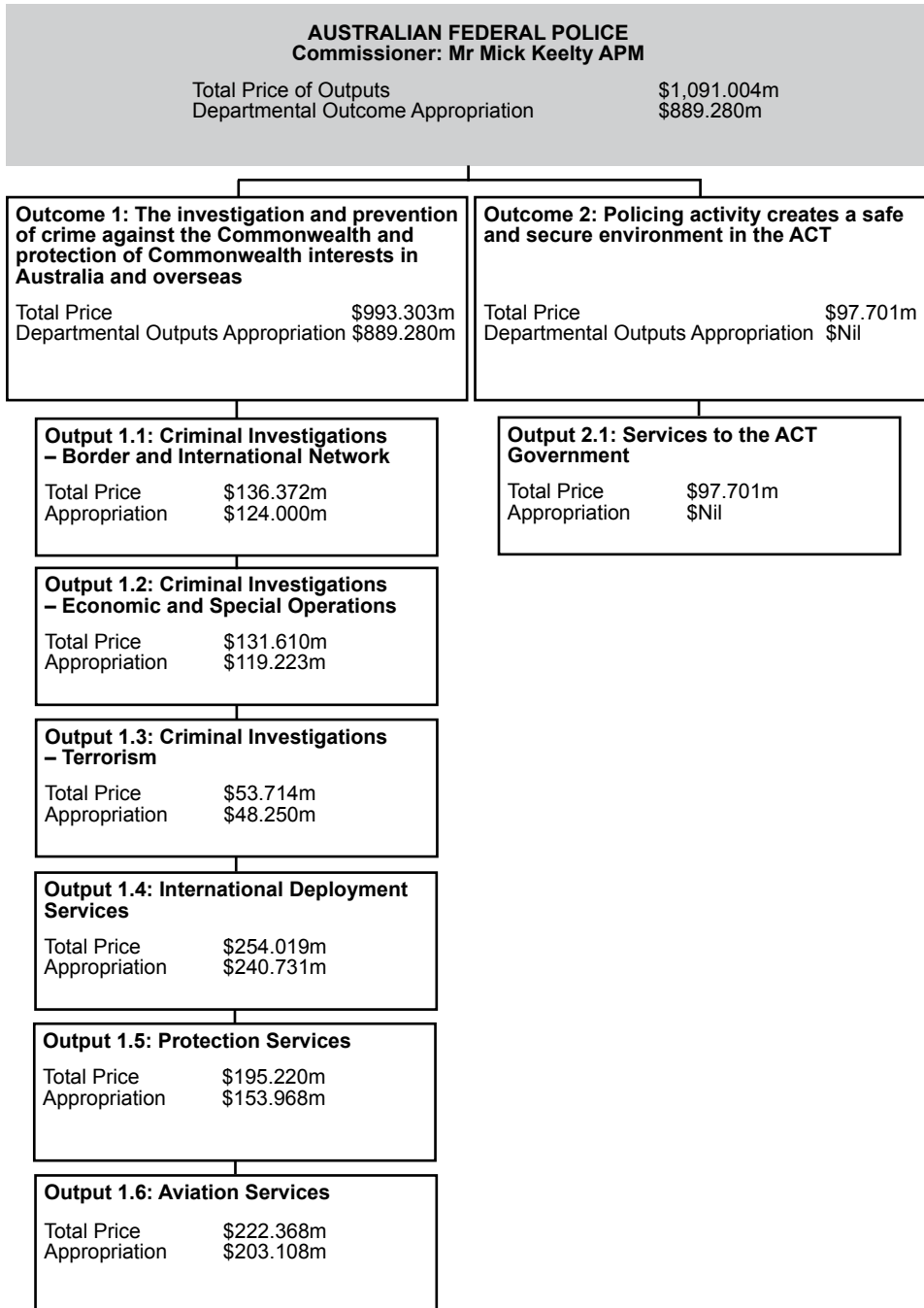
AUSTRALIAN FEDERAL POLICE

Section 1: Agency overview and resources; variations and measures

OVERVIEW

There are no changes to the Australian Federal Police's (AFP) role, mission or its outcome or output structures as a result of Additional Estimates.

Table 1.1: Agency outcomes and output groups



ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

Additional funding has been provided in 2006-07 for estimates variations through Additional Estimates. Details of these additional appropriations are provided below.

Table 1.2: Additional estimates and variations to outcomes — measures

	2006-07 \$'000	2007-08 \$'000	2008-09 \$'000	2009-10 \$'000
Outcome 1				
Variations in Departmental appropriations				
AFP International Deployments	11,620	56,321	110,662	154,014
Contribution to East Timor	30,228	12,330	11,058	13,080
Addressing Violence and Child Abuse in Indigenous Communities – Joint Strike Teams	284	458	463	468
Addressing Violence and Child Abuse in Indigenous Communities – National Indigenous Violence and Child Abuse Intelligence Task Force	231	410	414	209
Total changes in Departmental appropriations	42,363	69,519	122,597	167,771

Table 1.3: Additional estimates and variations to outcomes — other variations

	2006-07 \$'000	2007-08 \$'000	2008-09 \$'000	2009-10 \$'000
Outcome 1				
Variations in Departmental appropriation				
Wage Cost Index Adjustment	-	4,187	5,048	6,195
Total changes in Departmental appropriations	-	4,187	5,048	6,195

MEASURES — AGENCY SUMMARY

Table 1.4: Summary of measures since the 2006-07 Budget

Measure	Outcome	Output Groups Affected	Appropriations 2006-07 \$'000			Appropriations 2007-08 \$'000			Appropriations 2008-09 \$'000			Appropriations 2009-10 \$'000		
			Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total
EXPENSE MEASURES														
AFP International Deployments ¹	1	1.4	-	9,185	9,185	-	51,993	51,993	-	105,785	105,785	-	147,262	147,262
Contribution to East Timor	1	1.4	-	30,228	30,228	-	12,330	12,330	-	11,058	11,058	-	13,080	13,080
Addressing Violence and Child Abuse in Indigenous Communities – Joint Strike Teams	1	1.2	-	284	284	-	458	458	-	463	463	-	468	468
Addressing Violence and Child Abuse in Indigenous Communities – National Indigenous Violence and Child Abuse Intelligence Task Force	1	1.2	-	231	231	-	410	410	-	414	414	-	209	209
Total Expense Measures			-	39,928	39,928	-	65,191	65,191	-	117,720	117,720	-	161,019	161,019

Table 1.4: Summary of measures since the 2006-07 Budget (continued)

Measure	Outcome	Output Groups Affected	Appropriations 2006-07 \$'000			Appropriations 2007-08 \$'000			Appropriations 2008-09 \$'000			Appropriations 2009-10 \$'000		
			Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total
CAPITAL MEASURES														
AFP International Deployments	1	1.4	-	22,529	22,529	-	7,745	7,745	-	88	88	-	-	-
Contribution to East Timor	1	1.4	-	444	444	-	-	-	-	-	-	-	-	-
Addressing Violence and Child Abuse in Indigenous Communities – Joint Strike Teams	1	1.2	-	86	86	-	-	-	-	-	-	-	-	-
Total Capital Measures			-	23,059	23,059	-	7,745	7,745	-	88	88	-	-	-
Total All Measures			-	62,987	62,987	-	72,936	72,936	-	117,808	117,808	-	161,019	161,019

Notes:

- Funding for the measure AFP International Deployments also includes \$148,643m in 2010-11. In addition, the Government will provide \$3.472m for 2007-08 to 2009-10 for the measure AFP – Contribution to Afghanistan in the 2007-08 Budget. The \$1,885m cost of deployment in 2006-07 will be fully met from within the existing resourcing of AusAID.

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

Table 1.5: Appropriation Bill (No. 3) 2006-07

	2005-06 Available \$'000	2006-07 Budget \$'000	2006-07 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
DEPARTMENTAL OUTPUTS					
Outcome 1					
The investigation and prevention of crime against the Commonwealth and protection of Commonwealth interests in Australia and overseas	720,640	846,917	889,280	42,363	-
Outcome 2					
Policing activity creates a safe and secure environment in the ACT	-	-	-	-	-
Total Australian Federal Police	720,640	846,917	889,280	42,363	-

Table 1.6: Appropriation Bill (No. 4) 2006-07

	2005-06 Available \$'000	2006-07 Budget \$'000	2006-07 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	64,497	38,271	61,330	23,059	-
Total Capital Australian Federal Police	64,497	38,271	61,330	23,059	-

SUMMARY OF STAFFING CHANGES

Table 1.7: Average Staffing Level (ASL)

	2006-07 Budget	2006-07 Revised	Variation
Outcome 1			
The investigation and prevention of crime against the Commonwealth and protection of Commonwealth interests in Australia and overseas	4,793	4,942	149
Outcome 2			
Policing activity creates a safe and secure environment in the ACT	847	858	11
Total	5,640	5,800	160

Notes:

The 2006-07 revised Outcome 1 figure does not include ASL of 164 State police seconded to the AFP for Aviation Security (65) and International Deployments (99). The variation between the Budget and revised Outcome 1 figures is due to the new measures detailed in Table 1.4.

OTHER RECEIPTS AVAILABLE TO BE USED

Table 1.9 provides details of other receipts available to be used and include FMA s.31 receipts, CAC body receipts that are available to be spent, special accounts (non-appropriation receipts) and resources received free of charge.

Table 1.9: Other receipts available to be used

	Budget Estimate 2006-07 \$'000	Revised Estimate 2006-07 \$'000
Departmental other receipts		
ACT Government	94,190	97,701
Sales of goods and services	76,796	102,403
Other non-taxation revenue	-	1,620
Other revenue	13	13
Resources received free of charge	298	298
Assets Transferred from Related entities ¹	-	1,650
Total Departmental other receipts available to be used	171,297	203,685

Note:

1. This figure comprises the Australian Institute of Police Management building transferred from the Department of Finance and Administration.

ESTIMATES OF SPECIAL ACCOUNT FLOWS

Table 1.11: Estimates of special account flows

	Outcome No.	Opening Balance 2006-07 ¹ 2005-06 ¹ \$'000	Receipts 2006-07 2005-06 \$'000	Payments 2006-07 2005-06 \$'000	Closing Balance 2006-07 2005-06 \$'000
AFP Protective Services Special Account – s.20 FMA Act 1997 (D)		4,845 6,779	169,000 167,612	168,433 169,546	5,412 4,845
Comcare - Special Public Money – <i>Safety, Rehabilitation and Compensation Act 1998 (D)</i>		3,112 1,796	6,426 4,102	5,537 2,786	4,001 3,112
AFP official MPR and Warrants trust Account - Other Trust Monies – s.20 FMA Act 1997 (D)		5 13	106 127	95 135	16 5
AFP Official Exhibits and Sized Money Trust Account - Other Trust Monies – s.20 FMA Act 1997 (D)		1,815 1,135	163 755	1,493 75	485 1,815
AFP Official Salary Packaging Exempt SPM Account – s.20 FMA Act 1997 (D)		2,310 562	8,743 9,352	7,868 7,604	3,185 2,310
AFP Official National Police Memorial Trust Account – s.20 FMA Act 1997 (D)		59 72	1 2,549	5 2,562	55 59
AFP Asia/Pacific Group on Money Laundering Special Account – s.20 FMA Act 1997 (D)		1,001 -	1,079 3,172	1,291 2,171	789 1,001
AFP Trust Account - Australian Disaster Victim Identification – s.20 FMA Act 1997 (D)		99 -	1,340 99	35 -	1,404 99
Total special accounts		13,246 10,357	186,858 187,768	184,757 184,879	15,347 13,246

D = Departmental

Acts Glossary:

FMA Act = *Financial Management and Accountability Act 1997*

Notes:

1. The revised Opening Balance for 2006-07 is the same as the final closing balance for 2005-06. This balance has changed from that shown in the 2006-07 PBS as the actual for 2005-06 has been updated to reflect the final budget outcome for that year.

Section 2: Revisions to agency outcomes

OUTCOMES AND OUTPUTS

Table 1.1 'Agency outcomes and outputs groups' lists the outcome statements and output groups for the AFP.

There are no changes to the AFP's outcomes and outputs as a result of Additional Estimates.

Apart from price per output in Table 1.1 there have been no changes to performance information.

Outcome 1

The change to appropriation from Government is \$42.363m, an increase of 5.0 per cent since Budget.

Outcome 2

The increase of \$3.511m to \$97.701m since Budget is due to ACT Government Initiatives.

Section 3: Budgeted financial statements

Revisions to the budgeted departmental financial statements for the AFP since the 2006–07 PBS are presented in this section.

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Departmental financial statements

Budgeted departmental income statement

Revenue

Total revenue is estimated to be \$1,091.004m, a net increase of \$72.790m since 2006–07 Budget. The net increase is a result of:

- Appropriation revenue increase of \$42.363m,
- Increase in sales of goods and services revenue of \$28.807m, and
- Increase in other non-taxation revenue of \$1.620m.

Sales of Goods and Services

The increase in the sales of goods and services revenue of \$28.807m for 2006-07 is due to:

- An increase in estimated services revenue from the Attorney-General's Department for the APEC Canine capability of \$4.651m,
- An increase in estimated rendering of services revenue for the International Deployment Group of \$9.288m for activities such as AusAID funded initiatives,
- An increase in estimated other sales of goods and services revenue for the AFP of \$11.357m, and
- Increased funding for Outcome 2 (up by \$3.511m) resulting from ACT Government Initiatives.

Other Non-Taxation Revenue

The increase in other non-taxation revenue is due to the capital component of the APEC (Canine) programme of \$1.620m funded through the Attorney-General's Department.

Other Gains

The increase in other gains is due to the transfer of the Australian Institute of Police Management building of \$1.650m.

Expenses

Total expenses are estimated to be \$1,089.695m, an increase of \$71.170m from the previously published 2006-07 estimates reflecting the adjustments to revenue outlined above.

Employee Expenses

The net increase to employees expenditure of \$25.184m on previously published figures is primarily due to the effect of the new measures, as detailed in Table 1.4 as well as other increased revenue estimates.

Supplier Expenses

The net increase to supplier expenditure of \$54.400m on previously published figures is primarily due to the effect of the new measures, as detailed in Table 1.4 as well as other increased revenue estimates.

Other Expenses

Other expenses relate to the competitive neutrality payments to the Department of Finance and Administration.

Operating Result

The AFP's estimated operating surplus for 2006-07 reflects the transfer of the Australian Institute of Police Management building of \$1.650m from the Department of Finance and Administration as well as the recognition of the capital component of the APEC (Canine) programme funded through the Attorney-General's Department (as required under the applicable Accounting Standards).

Budgeted departmental balance sheet

The AFP's revised 2006-07 total asset position of \$582.569m represents a net increase of \$45.162m since Budget. The new capital measures in 2006-07 include funding for AFP International Deployments (\$22.529m), AFP's Contribution to East Timor (\$0.444m) and Addressing Violence and Child Abuse in Indigenous Communities - Joint Strike Teams (\$0.086m). The details of new capital funding received are presented in Table 1.4.

Budgeted departmental statement of cash flows

The statement of cash flows sets out the net cash received from operating activities, investment in assets (as reflected in the acquisition of non-financial assets), and financing activities in the form of equity injections from Government. Projected cash flows take into account the need to maintain staffing capabilities, wage cost increases and the capacity to cover asset replacements.

Departmental statement of changes in equity — summary of movement

The changes in budgeted equity relate to accumulated surpluses, asset revaluations and equity injections from the 2006-07 Additional Estimates measures.

Departmental capital budget statement

The AFP is estimating capital outlays of \$105.361m in 2006-07, a net increase of \$36.679m from the previously published figure. This increase comprises asset purchases funded through capital appropriations (\$23.059m), which relate to measures in the 2006-07 Additional Estimates, and internally funded acquisitions, including the costs associated with Anzac Park West (\$12.000m) and APEC (Canine) programme (\$1.620m).

Departmental property, plant, equipment and intangibles — summary of movement

Table 3.6 shows capital expenditure in 2006-07 by asset categories.

Table 3.1: Budgeted departmental income statement for the period ended 30 June

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
INCOME					
Revenue					
Revenues from Government	720,640	889,280	933,206	937,292	991,314
Goods and services	184,957	200,104	175,545	173,784	173,162
Other revenues	10,074	1,620	-	-	-
Total revenue	915,671	1,091,004	1,108,751	1,111,076	1,164,476
Gains					
Net gains from sale of assets	-	13	13	13	13
Other	446	1,948	298	298	298
Total gains	446	1,961	311	311	311
Total income	916,117	1,092,965	1,109,062	1,111,387	1,164,787
EXPENSE					
Employees	492,796	566,748	601,712	635,717	680,843
Suppliers	377,114	459,909	423,745	393,172	392,815
Depreciation and amortisation	38,141	56,960	77,424	76,317	84,948
Finance costs	379	-	-	-	-
Net losses from sale of assets	840	-	-	-	-
Other	-	6,078	6,181	6,181	6,181
Total expenses	909,270	1,089,695	1,109,062	1,111,387	1,164,787
Operating result before Income Tax	6,847	3,270	-	-	-
Income Tax expense	1,041	-	-	-	-
Net operating result	5,806	3,270	-	-	-
Net surplus attributable to the Australian Government	5,806	3,270	-	-	-

Table 3.2: Budgeted departmental balance sheet as at 30 June

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	16,304	31,216	26,573	25,961	25,996
Receivables	348,072	358,141	377,454	394,130	420,047
Accrued revenues	1,445	1,456	1,468	1,479	1,490
Total financial assets	365,821	390,813	405,495	421,570	447,533
Non-financial assets					
Land and buildings	39,529	54,860	85,436	82,712	80,973
Infrastructure, plant and equipment	74,087	109,420	111,941	122,181	114,790
Inventories	2,998	2,998	2,998	2,998	2,998
Intangibles	16,009	15,396	13,168	11,690	8,700
Other	9,082	9,082	9,082	9,082	9,082
Total non-financial assets	141,705	191,756	222,625	228,663	216,543
Total assets	507,526	582,569	628,120	650,233	664,076
LIABILITIES					
Payables					
Suppliers	58,991	64,641	61,472	57,922	58,352
Tax liabilities	3,579	3,579	3,579	3,579	3,579
Other payables	5,012	4,849	4,716	4,664	4,664
Total payables	67,582	73,069	69,767	66,165	66,595
Provisions					
Employees	123,901	128,857	134,011	139,371	144,956
Other provisions	6,992	6,992	6,992	6,992	6,992
Total provisions	130,893	135,849	141,003	146,363	151,948
Total liabilities	198,475	208,918	210,770	212,528	218,543
EQUITY					
Parent entity interest					
Contributed equity	264,793	326,123	369,822	390,177	398,005
Reserves	12,406	12,406	12,406	12,406	12,406
Retained surpluses or accumulated deficits	31,852	35,122	35,122	35,122	35,122
Total parent entity interest	309,051	373,651	417,350	437,705	445,533
Total equity	309,051	373,651	417,350	437,705	445,533
Current assets	377,901	399,895	414,577	430,652	456,615
Non-current assets	129,625	182,674	213,543	219,581	207,461
Current liabilities	179,539	197,286	198,673	199,947	205,458
Non-current liabilities	18,936	11,632	12,097	12,581	13,085

Table 3.3: Budgeted departmental statement of cash flows for the period ended 30 June

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	195,517	200,104	175,545	173,784	173,162
Appropriations	705,511	867,009	901,600	908,364	953,197
Net GST received	33,339	12,200	12,200	12,200	12,200
Other cash received	-	1,746	246	287	287
Total cash received	934,367	1,081,059	1,089,591	1,094,635	1,138,846
Cash used					
Employees	474,436	561,792	596,558	630,357	675,258
Suppliers	370,906	428,137	400,895	370,703	366,366
Cash to the Official Public Account	9,544	-	-	-	-
Net GST paid	35,172	32,200	32,200	32,200	32,200
Other cash used	11,067	-	-	-	-
Total cash used	901,125	1,022,129	1,029,653	1,033,260	1,073,824
Net cash from or (used by) operating activities	33,242	58,930	59,938	61,375	65,022
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	3	13	13	13	13
Total cash received	3	13	13	13	13
Cash used					
Purchase of property, plant and equipment	64,488	105,361	108,293	82,355	72,828
Other cash used	4,463	-	-	-	-
Total cash used	68,951	105,361	108,293	82,355	72,828
Net cash from or (used by) investing activities	(68,948)	(105,348)	(108,280)	(82,342)	(72,815)
FINANCING ACTIVITIES					
Cash received					
Appropriations – contributed equity	23,988	61,330	43,699	20,355	7,828
Other cash received	415	-	-	-	-
Total cash received	24,403	61,330	43,699	20,355	7,828
Cash used					
Dividends paid	358	-	-	-	-
Total cash used	358	-	-	-	-
Net cash from or (used by) financing activities	24,045	61,330	43,699	20,355	7,828
Net increase or (decrease) in cash held	(11,661)	14,912	(4,643)	(612)	35
Cash at the beginning of the reporting period	27,965	16,304	31,216	26,573	25,961
Cash at the end of the reporting period	16,304	31,216	26,573	25,961	25,996

Table 3.4: Departmental statement of changes in equity — summary of movement Budget year 2006-07

	Accumulated results	Asset revaluation reserve	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2006				
Balance carried forward from previous period	31,852	12,406	264,793	309,051
Adjusted opening balance	31,852	12,406	264,793	309,051
Net operating result	3,270	-	-	3,270
Total income and expenses	3,270	-	-	3,270
Transactions with owners				
Appropriation (equity injection)	-	-	61,330	61,330
Sub-total transactions with owners	35,122	12,406	326,123	373,651
Estimated closing balance as at 30 June 2007	35,122	12,406	326,123	373,651

Table 3.5: Departmental capital budget statement

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	64,497	61,330	43,699	20,355	7,828
Total capital appropriations	64,497	61,330	43,699	20,355	7,828
Represented by:					
Purchase of non-financial assets	64,497	61,330	43,699	20,355	7,828
Total represented by	64,497	61,330	43,699	20,355	7,828
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	48,744	61,330	43,699	20,355	7,828
Funded internally by departmental resources	16,221	44,031	64,594	62,000	65,000
Total	64,965	105,361	108,293	82,355	72,828

Table 3.6: Departmental property, plant, equipment and intangibles — summary of movement Budget year 2006-07

	Land	Buildings	Other infrastructure plant and equipment	Computer software	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2006					
Gross book value	492	41,044	74,087	31,482	147,105
Accumulated depreciation	-	(2,007)	-	(15,473)	(17,480)
Opening net book value	492	39,037	74,087	16,009	129,625
Additions:					
by purchase	-	17,028	83,333	5,000	105,361
by transfer	-	1,650	-	-	1,650
Depreciation/amortisation expense	-	(3,347)	(48,000)	(5,613)	(56,960)
As at 30 June 2007					
Gross book value	492	59,722	157,420	36,482	254,116
Accumulated depreciation	-	(5,354)	(48,000)	(21,086)	(74,440)
Estimated closing net book value	492	54,368	109,420	15,396	179,676

NOTES TO THE FINANCIAL STATEMENTS

Basis of accounting

The AFP's budgeted financial statements have been prepared on an accrual basis in accordance with historical cost convention and consistent with Australian Accounting Standards.

Revenue from Government

Amounts appropriated for departmental outputs appropriations are recognised as revenue, except for certain amounts that related to activities that are reciprocal in nature, in which case revenue is recognised only when it has been earned. Appropriations receivable are recognised at their nominal amounts.

Employee expenses

Employee expenses consist of salaries, leave entitlements, redundancy expenses, superannuation and non-salary benefits.

Supplier expenses

Supplier expenses consist of administrative costs, consultants, travel expenses and property operating expenses.

Cash

Cash includes deposits held at call with a bank or a financial institution and notes and coins held. This includes Special Accounts.

Assets

The AFP's assets are made up of cash, receivables, land and buildings, plant and equipment and intangibles. All assets are held at fair value.

Liabilities

The AFP's liabilities are made up of employee salary and leave entitlements, property lease makegood provisions and unpaid creditors.