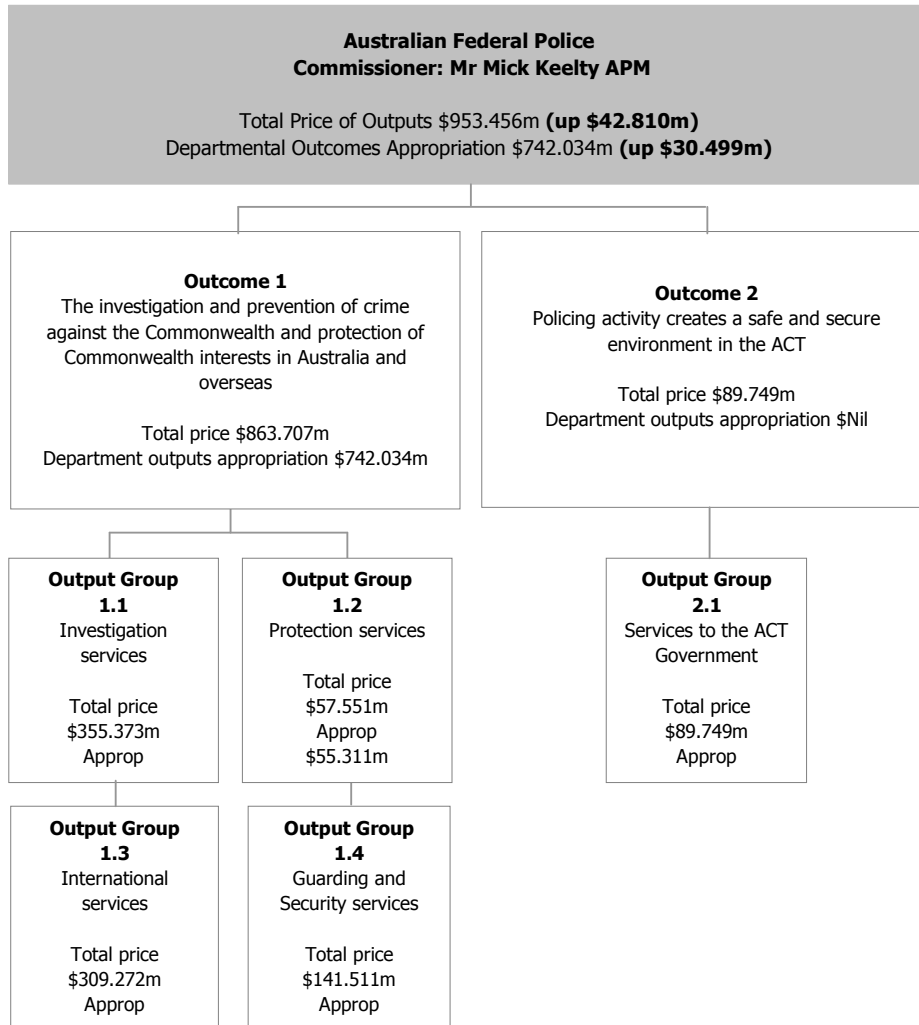


AUSTRALIAN FEDERAL POLICE

Outcomes and Outputs Map



Section 1: Overview, variations and measures

OVERVIEW

The Australian Federal Police (AFP) was established by the *Australian Federal Police Act 1979* and is the major provider of Commonwealth law enforcement. The AFP's primary responsibility is to enforce Commonwealth criminal law and protect Commonwealth and national interests from crime in Australia and overseas. In doing so, it is Australia's international law enforcement and policing representative and chief source of advice to the Government on policing issues.

AFP resources are focused on achieving the following outcomes agreed by the Government.

Outcome 1: National-International focus

The investigation and prevention of crime against the Commonwealth and protection of Commonwealth interests in Australia and overseas; and

Outcome 2: ACT community policing focus

Policing activity creates a safe and secure environment in the ACT.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

There are no additional or deleted outcomes or outputs for the AFP. Additional appropriations have been allocated for estimates variations since Budget. Details of these additional appropriations and their impact on the achievement of the agency's outcomes and outputs are explained below. The variations to 2004-05 appropriations and forward estimates are highlighted in the following tables.

Measures

	2004-05	2005-06	2006-07	2007-08
	\$'000	\$'000	\$'000	\$'000
Outcome 1				
Increase in departmental appropriations	-	-	-	-
Regional Rapid Deployment	1,801	4,432	4,519	4,611
National Protection Operations Centre	2,294	4,029	4,072	4,118
Surge Capacity – Phase 1	2,118	3,146	3,196	3,249
Air Security Officers	4,079	4,129	4,182	4,237
Jakarta Bombing Investigation	5,000	-	-	-
Fighting Terrorism at its Source	9,935	21,275	21,496	21,719
National Child Protection Initiative	4,053	7,768	7,811	7,845
Enhanced Security for Australian Diplomatic Missions	258	139	80	181
Australian Institute of Police Management	-	-	272	489
Government Procurement Chapter of AUSFTA	213	-	-	-
Total changes to appropriations	29,751	44,918	45,628	46,449

Other Variations to appropriations

Other variations resulting from the Comcover clawback and change in the Wage Cost Indices have increased the AFP appropriation by \$0.748m in 2004-05.

Other variations to appropriations

	2004-05	2005-06	2006-07	2007-08
	\$'000	\$'000	\$'000	\$'000
Outcome 1	-	-	-	-
Increase in departmental appropriations	-	-	-	-
Comcover clawback	(567)	-	-	-
Changes in Wage Cost Indices	1,315	3,401	4,480	5,069
Total changes to appropriations	748	3,401	4,480	5,069

MEASURES – AGENCY SUMMARY

For a summary of the measures and funding see table 1.1

Table 1.1.1 — Summary of Expense Measures since the 2004–05 Budget

Measure	Outcome	Outputs Affected	Appropriations 2004–05 \$'000			Appropriations 2005–06 \$'000			Appropriations 2006–07 \$'000			Appropriations 2007–08 \$'000		
			Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total
Regional Rapid Deployment	1	1.1	-	1,801	1,801	-	4,432	4,432	-	4,519	4,519	-	4,611	4,611
National Protection Operations Centre	1	1.4	-	2,294	2,294	-	4,029	4,029	-	4,072	4,072	-	4,118	4,118
Surge Capacity - Phase 1	1	1.4	-	2,118	2,118	-	3,146	3,146	-	3,196	3,196	-	3,249	3,249
Air Security Officers	1	1.4	-	4,079	4,079	-	4,129	4,129	-	4,182	4,182	-	4,237	4,237
Jakarta Bombing Investigation	1	1.1	-	5,000	5,000	-	-	-	-	-	-	-	-	-
Fighting Terrorism at its Source	1	1.1	-	9,935	9,935	-	21,275	21,275	-	21,496	21,496	-	21,719	21,719
National Child Protection Initiative	1	1.1	-	4,053	4,053	-	7,768	7,768	-	7,811	7,811	-	7,845	7,845
Enhanced Security for Australian Diplomatic Missions	1	1.1	-	258	258	-	139	139	-	80	80	-	181	181
Australian Institute of Police Management	1	1.1	-	-	-	-	-	-	-	272	272	-	489	489
Government Procurement Chapter of AUSFTA	1	All	-	213	213	-	-	-	-	-	-	-	-	-
Total			-	29,751	29,751	-	44,918	44,918	-	45,628	45,628	-	46,449	46,449

Table 1.1.2 Summary of Capital Measures since the 2004–05 Budget

Capital Measure	Outcome	Outputs Affected	Appropriations 2004–05 \$'000			Appropriations 2005–06 \$'000			Appropriations 2006–07 \$'000			Appropriations 2007–08 \$'000		
			Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total
Regional Rapid Deployment	1	1.1	-	633	633	-	-	-	-	-	-	-	-	-
National Protection Operations Centre	1	1.4	-	7,424	7,424	-	-	-	-	-	-	-	-	-
Surge Capacity - Phase 1	1	1.4	-	2,230	2,230	-	-	-	-	-	-	-	-	-
Air Security Officers	1	1.4	-	-	-	-	-	-	-	-	-	-	-	-
Jakarta Bombing Investigation	1	1.1	-	-	-	-	-	-	-	-	-	-	-	-
Fighting Terrorism at its Source	1	1.1	-	6,380	6,380	-	-	-	-	-	-	-	-	-
National Child Protection Initiative	1	1.1	-	1,131	1,131	-	-	-	-	-	-	-	-	-
Enhanced Security for Australian Diplomatic Missions	1	1.1	-	-	-	-	-	-	-	-	-	-	1,931	1,931
Australian Institute of Police Management	1	1.1	-	1,381	1,381	-	6,063	6,063	-	3,359	3,359	-	422	422
Total			-	19,179	19,179	-	6,063	6,063	-	3,359	3,359	-	2,353	2,353

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

Table 1.2: Appropriation Bill (No 3) 2004–05

	2003–04 Available \$'000	2004–05 Budget \$'000	2004–05 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	557,671	711,535	742,034	30,499	-
Outcome 2					
Policing activity creates a safe and secure environment in the ACT	-	-	-	-	-
Total	557,671	711,535	742,034	30,499	-

Table 1.3: Appropriation Bill (No 4) 2004–05

	2003–04 Available \$'000	2004–05 Budget \$'000	2004–05 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
NON-OPERATING					
Equity injections	51,171	10,553	29,732	19,179	-
Loans	-	-	-	-	-
Previous year's outputs	-	-	-	-	-
Total AFP Capital	51,171	10,553	29,732	19,179	-

SUMMARY OF STAFFING CHANGES

Table 1.4: Average staffing level (ASL)

	Budget 2004–05	Revised 2004–05	Variation
Outcome 1 The investigation and prevention of crime against the Commonwealth and protection of Commonwealth interests in Australia and overseas	4,081	4,114	33
Outcome 2 Policing activity creates a safe and secure environment in the ACT	776	787	11
Total	4,857	5,096	239

The revised total for AFP of 5096 represents the estimated average staffing level for the 2004–05 financial year.

VARIATIONS TO REVENUE FROM OTHER SOURCES THROUGH NET ANNOTATED (SECTION 31) RECEIPTS

Table 1.5: Changes to net annotated appropriations (Section 31) receipts

	Total Approp 2004–05 Budget \$'000	Total Approp 2004–05 Revised \$'000	Receipts from Independent Sources Budget \$'000	Receipts from Independent Sources Revised \$'000	Variation in Non-govt Revenue \$'000
Outcome 1 The investigation and prevention of crime against the Commonwealth and protection of Commonwealth interests in Australia and overseas	711,535	742,034	110,491	121,673	11,182
Outcome 2 Policing activity creates a safe and secure environment in the ACT	-	-	88,620	89,749	1,129
Total	711,535	742,034	199,111	211,422	12,311

Section 2: Revisions to outcomes and outputs

OUTCOMES AND OUTPUT GROUPS

There are no changes to the outcome and output structure as a result of additional estimates. All new measures since Budget are directly applicable to Outcome 1.

Outcome 1

Explanation of variations

The change to appropriation from Government is \$30.499m, an increase of 4.3% since Budget.

Outcome 2

The original price of \$88.620m included in the budget was a result of the Purchase Agreement negotiations with the A.C.T. Government for cost-recovery of ACT Community Policing Services. The upwards increase of \$1.1m to \$89.749m is a result of an ACT Government Budget initiative to increase Police numbers.

Section 3: Budgeted Financial Statements

Revisions to the budgeted departmental financial statements since the 2004-05 Portfolio Budget Statements are presented in this section.

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Statement of Financial Performance

Total revenue is estimated to be \$953.456m, an increase of \$42.810m since 2004-05 budget. The net increase is a result of:

- Appropriation revenue of \$29.751m resulting from new measures funding (see Table 1.1)
- Other adjustments to appropriations of \$0.748m
- Increased funding for Outcome 2 (up \$1.129m) resulting from ACT Government Initiatives
- Increased estimate of revenue of \$4.280m for Protection and Guarding, and
- An upwards rise in the Sales of Goods and Services of \$6.931m for Outcome 1.

Total expenses are estimated to be \$1,000m, an increase of \$42.810m from the previously published 2004-05 estimate.

Statement of Financial Position

The differences between the previously published estimates and the revised estimate are as a result of the inclusion of actual 2003–04 results rather than estimated actuals.

The AFP's revised 2004–05 net asset position of \$318.958m represents a net increase of \$21.237m since Budget. The increase is largely attributable to the \$19.179m Capital injection received in new measures capital funding. The increase in total liabilities is largely attributable to an increase of total provisions for restoration of leased properties.

The AFP's major liability continues to be accrued employee entitlements (\$89.489m in 2004–05) which have decreased as a result of 2003–04 audited actual results.

Table 3.1: Budgeted Departmental Statement of Financial Performance for the period ended 30 June

	Note	Actual 2003–04 \$'000	Revised Estimate 2004–05 \$'000	Forward Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000	Forward Estimate 2007–08 \$'000
REVENUES						
Revenues from ordinary activities						
Revenues from government	1	558,478	742,332	641,784	635,318	640,643
Goods and services	2	206,942	211,111	203,411	208,192	210,675
Revenue from sales of assets		17	13	13	13	13
Other		6,619	-	-	-	-
Revenues from ordinary activities		772,058	953,456	845,208	843,523	851,331
EXPENSES						
Expenses from ordinary activities (excluding borrowing costs expense)						
Employees		420,273	466,505	484,211	491,594	497,965
Suppliers		220,195	486,601	309,093	298,738	298,032
Depreciation and amortisation		31,777	41,013	44,193	45,347	47,336
Write-down of assets		3,804	-	-	-	-
Value of Assets sold		211	-	-	-	-
Other	3	6,695	5,884	5,980	6,078	6,181
Expenses from ordinary activities (excluding borrowing costs expense)		-	1,000,003	843,477	841,757	849,514
Borrowing costs expense		-	-	-	-	-
Operating surplus or (deficit) from ordinary activities		89,103	(46,547)	1,731	1,766	1,817
Asset revaluation expense		(4,151)	-	-	-	-
Income Tax expense		-	(717)	(799)	(815)	(839)
Net surplus or (deficit)		-	-	-	-	-
Dividends		-	(837)	(932)	(951)	(978)
Net surplus or (deficit)	4	84,952	(48,101)	-	-	-

Table 3.2: Budgeted Departmental Statement of Financial Position as at 30 June

	Actual 2003–04 \$'000	Revised Estimate 2004–05 \$'000	Forward Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000	Forward Estimate 2007–08 \$'000
Note					
ASSETS					
Financial assets					
	59,747	63,745	68,615	72,546	76,788
Cash					
Receivables	5 176,058	59,695	49,211	64,703	81,801
Accrued revenues	-	341	341	341	341
Other	-	2,089	2,089	2,089	2,089
Total financial assets	235,805	125,870	120,256	139,679	161,019
Non-financial assets					
Land and buildings	3,974	5,730	5,528	5,326	5,124
Infrastructure, plant and equipment	80,448	159,937	190,432	182,932	175,388
Intangibles	13,793	14,694	14,617	11,920	6,678
Inventories	312	313	313	313	313
Other	12,414	12,414	12,414	12,414	12,414
Total non-financial assets	110,941	193,088	223,304	212,905	199,917
Total assets	346,746	318,958	343,560	352,584	360,936
LIABILITIES					
Provisions					
Employees	97,589	89,489	89,395	94,148	99,034
Other	16,032	16,032	16,032	16,032	16,032
Total Provisions	113,621	105,521	105,427	110,180	115,066
Payables					
Employees					
Suppliers	31,737	31,737	31,737	31,737	31,685
Other	6,367	5,048	4,971	4,808	4,675
Total Provisions and Payables	38,104	36,785	36,708	36,545	36,360
Total liabilities	151,725	142,306	142,135	146,725	151,426
EQUITY					
Parent equity interest					
Contributed equity	170,111	199,843	224,616	229,050	232,701
Reserves	13,106	13,105	13,105	13,105	13,105
Retained surpluses or (accumulated deficits)	11,804	(36,297)	(36,297)	(36,297)	(36,297)
Total parent equity interest	195,021	176,651	201,424	205,858	209,509
Total equity	195,021	176,651	201,424	205,858	209,509
TOTAL ASSETS AND LIABILITIES BY MATURITY					
Current assets	218,211	138,283	132,670	148,095	173,433
Non-current assets	128,535	180,674	210,890	204,491	187,503
Current liabilities	90,343	76,583	76,537	78,879	81,286
Non-current liabilities	61,382	65,723	65,598	67,846	70,140

Table 3.3: Budgeted Departmental Statement of Cash Flows for the period ended 30 June

		Actual 2003-04	Revised Estimate 2004-05	Forward Estimate 2005-06	Forward Estimate 2006-07	Forward Estimate 2007-08
	Note	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES						
Cash received						
Appropriations for outputs	6	557,671	821,321	612,955	578,965	582,599
Sales of goods & services		226,077	217,646	213,721	218,744	221,353
GST input tax credit interest	7	13,222	46,320	25,035	19,919	20,834
		244				
Total cash received		797,214	1,085,287	851,711	817,628	824,786
Cash used						
Employees		414,181	461,202	462,413	464,814	470,709
Suppliers		213,863	517,306	327,100	310,391	309,958
Taxes Paid		22,790	5,833	4,864	5,036	6,197
Other	8	10,554	1,986	2,004	2,023	2,045
Total cash used		661,388	986,327	796,381	782,264	788,909
Net cash from operating activities		135,826	98,960	55,330	35,364	35,877
INVESTING ACTIVITIES						
Cash received						
Proceeds from sales of property, plant and equipment		17	13	13	13	13
Proceeds from Investments		-	-	-	-	-
Total cash received		17	13	13	13	13
Cash used						
Purchase of property, plant and equipment		35,647	123,160	74,409	34,948	34,348
Total cash used		35,647	123,160	74,409	34,948	34,348
Net cash from investing activities		(35,630)	(123,147)	(74,396)	(34,935)	(34,335)

Table 3.3: Budgeted Departmental Statement of Cash Flows for the period ended 30 June (continued)

	Actual 2003-04 \$'000	Revised Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000
FINANCIAL ACTIVITIES					
Cash received					
Appropriations – contributed equity	51,171	29,732	24,773	4,434	3,651
Total cash received	51,171	29,732	24,773	4,434	3,651
Cash used					
Transfer of Cash to DoFA	159,004				
Dividends paid	4,321	1,547	837	932	951
Total cash used	163,324	1,547	837	932	951
Net cash from financing activities	(112,153)	28,185	23,936	3,502	2,700
Net increase in cash held	(11,955)	3,998	4,870	3,931	4,242
Cash at the beginning of the reporting period	71,702	59,747	63,745	68,615	72,546
Cash at the end of the reporting period	59,747	63,745	68,615	72,546	76,788

Table 3.4: Departmental Capital Budget Statement for the period ended 30 June

	Actual 2003-04 \$'000	Revised Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	51,171	29,732	24,773	4,434	3,651
Total loans	-	-	-	-	-
Represented by					
Purchase of non-financial assets	21,371	59,532	-	-	-
Other	29,800	(29,800)	-	-	-
Total	51,171	29,732	24,773	4,434	3,651
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	21,371	59,532	24,773	4,434	3,651
Funded internally by departmental resources	14,981	63,628	49,632	30,514	30,697
Total	36,352	123,160	74,405	34,948	34,348

Table 3.5: Departmental Non-financial Assets — Summary of Movement (Budget year 2004–05)

	Land \$'000	Buildings \$'000	Total land and buildings \$'000	Other infrastructure plant and equipment \$'000	Total infrastructure plant and equipment \$'000	Computer software \$'000	Total \$'000
Carrying amount at the start of year	262	3,712	3,974	80,448	84,422	13,793	98,215
Additions		1,920	1,920	115,240	117,160	6,000	123,160
Disposals							
Revaluation increments							
Recoverable amount write-downs							
Net transfers free of charge							
Depreciation/amortisation expense		(164)	(164)	(35,751)	(35,915)	(5,098)	(41,013)
Write-off of assets							
Carrying amount at the end of year	262	5,468	5,730	159,937	165,667	14,695	180,362
Total additions							
Self funded				57,628	57,628	6,000	63,628
Appropriations		1,920	1,920	57,612	59,532		59,532
Total	262	1,920	1,920	115,240	117,160	6,000	123,160

NOTES TO THE FINANCIAL STATEMENTS

Budgeted Statement of Financial Performance

1. Appropriations from government

The additional 2004-05 appropriation revenue increase of \$30.499m from Budget includes new measures funding for the investigation of the Jakarta Bombing (\$5.0m), Air Security Officers (\$4.079m), National Protection Operations Centre (\$2.294m), increase of Surge Capacity (\$2.118m) and Regional Rapid Deployment (\$1.801m), Fighting Terrorism at its Source (\$9.935m), National Child Protection Initiative (\$4.053m), Enhanced Security for Australian Diplomatic Missions (\$0.258m) Government Procurement Chapter of AUSFTA (\$0.213m) and other minor adjustments totalling \$0.748m.

2. Sales of goods and services

- Increased revenue of \$12.311m from Budget estimates for the sale of goods and services in 2004-05 is due to the net effect of:
- An increase in estimated other sales of goods and services revenue for the AFP Protective Services (AFPPS) of \$4.280m
- A further \$1.129m in Sales of Goods and Services to the ACT Government, an increase from \$88.620m at budget to \$89.749m, and
- A general AFP revenue increase of \$6.902m.

3. Other expenses

Payments to the Australian Institute of Police Management and the Australian Centre for Police Research are \$1.993m in 2004-05. The balances are payments of a Payroll tax equivalent by the AFPPS as a result of competitive neutrality arrangements.

4. Net surplus (deficit) after dividend

The deficit of \$47.263m in 2004-05 (after dividends) is as a result of deferred expenditure with respect to the PNG initiative i.e. 2003-04 appropriation.

Budgeted Departmental Statement of Financial Position

5. Receivables

The reduction in receivables is due to the expected reduction in the cash held by Department of Finance and Administration (Finance), which primarily relates to deferred expenditure from the previous years appropriations.

Budgeted Departmental Statement of Cash Flows

6. Appropriations for outputs

Reflects Appropriation receipts received for current year as well as movements in transfers of cash between AFP and Finance.

7. Operating Activities - Cash received GST input Tax credit

Goods and Services Tax (GST) receipt payments from the Australian Taxation Office resulting from the net transactions between total GST cash payments to suppliers and the GST receipts received from 'GST withholding-payments' from customers for services provided by AFP.

8. Operating Activities - Cash used - other

This includes amounts provided to the Australian Institute of Police Management and the Australasian Centre for Police Research.

