

AUSTRALIAN FEDERAL POLICE

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AUSTRALIAN FEDERAL POLICE

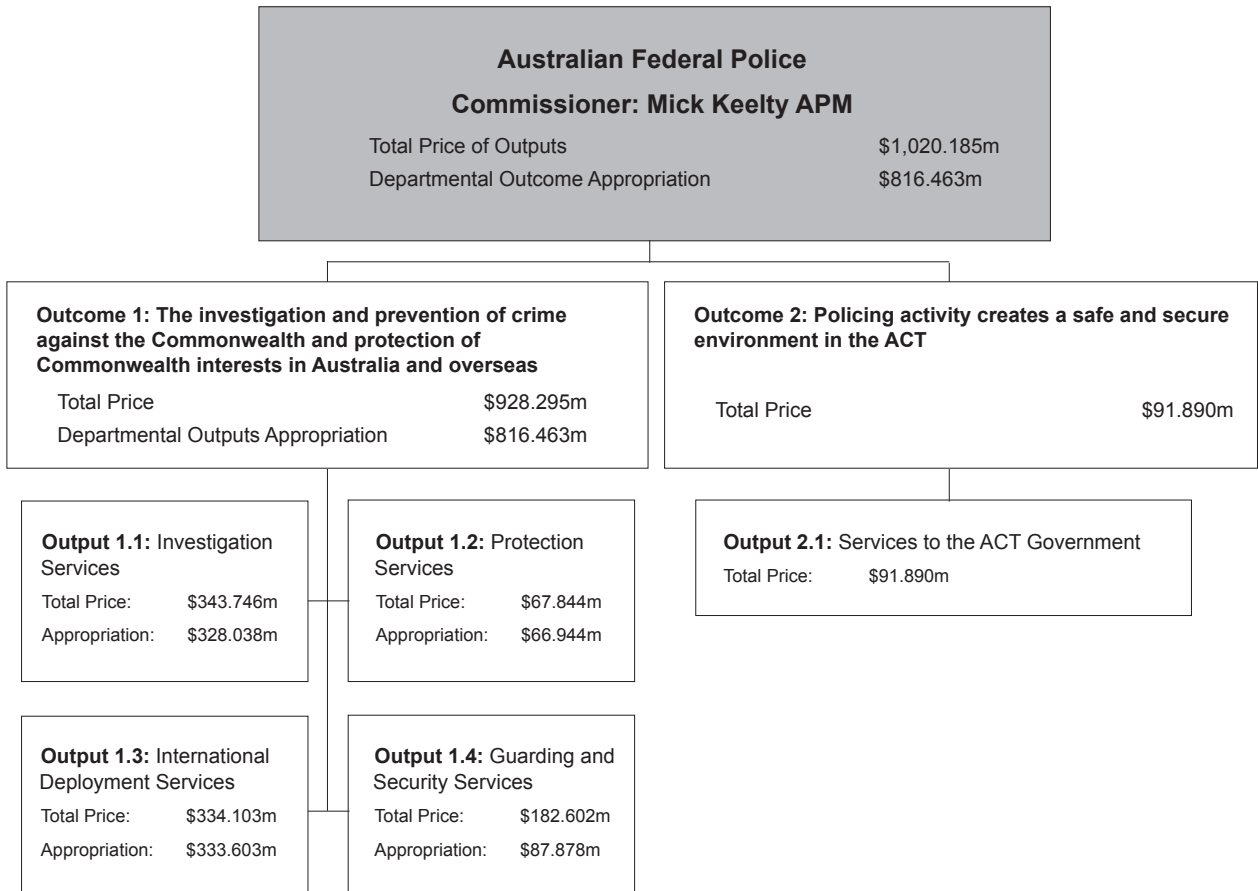
Section 1: Agency overview

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 the chief source of advice to the Government on policing issues. The AFP also provides community policing services to the Australian Capital Territory by way of a Purchasing Agreement with the ACT Government.

The context for the AFP's future will continue to be formed by the increasing breadth, depth and complexity of the Commonwealth's law enforcement interests. In turn those interests will be heavily influenced by factors such as the extent of regional and international geopolitical instability, the dynamic nature of transnational crime and new applications of a range of technologies.

The challenges and opportunities of the next three years will be no less substantial than those of the last three. Many will flow from Government's national security priorities such as countering terrorism, and providing assistance to strengthen law and order in our region. Others will flow from developments in technology and society's responses.

Table 1.1: Agency outcomes and output groups



Section 2: Agency resources for 2005–06

2.1: APPROPRIATIONS AND OTHER RESOURCES

The total departmental appropriation for the Australian Federal Police in the 2005–06 Budget is \$816.463m. Table 2.1 shows appropriations and other revenue by outcome. In summary, the appropriations for 2005–06 comprise of:

- \$816.463m for price of output appropriation (Appropriation Bill 1)
- \$43.548m equity injection (Appropriation Bill 2).

The AFP does not have any administered items in 2005–06.

Table 2.1 shows the total resources from all origins for 2005–06, including appropriations. The table summarises how revenue will be applied by outcome.

2.2: 2005–06 BUDGET MEASURES

Budget measures relating to the Australian Federal Police as explained in Budget Paper No. 2 are summarised in Tables 2.2.1 and 2.2.2. These tables also identify the relevant outcomes and outputs associated with each measure.

Table 2.1: Appropriations and other revenue¹ ('000)

Outcome	Appropriations				Revenue from other sources ⁵		Total resources ⁷
	Bill No. 1	Bill No. 2 ²	Special approp ³	Total approp ⁴		% ⁶	
Outcome 1 - The investigation and prevention of crime against the Commonwealth and protection of Commonwealth interests in Australia and overseas							
Departmental	816,463	43,548	-	860,011	111,832	12	971,843
Total outcome 1	816,463	43,548	-	860,011	111,832		971,843
Outcome 2 - Policing activity creates a safe and secure environment in the ACT							
Departmental	-	-	-	-	91,890	100	91,890
Total outcome 2	-	-	-	-	91,890		91,890
Departmental capital (equity injections)	-	-	-	-	-	-	-
Previous year's outputs	-	-	-	-	-	-	-
Administered assets and liabilities	-	-	-	-	-	-	-
Total resources	816,463	43,548	-	860,011	203,722		1,063,733

1 This table has been redesigned to correspond with Budget Paper No. 4 'Agency Resourcing'. It now includes (where appropriate) administered revenue from other sources.

2 Under the appropriation structure, Bill No. 2 includes Specific Purpose Payments (SPPs), New Agency Outcomes (NAOs), administered capital and departmental capital via departmental injections and loans.

3 Estimated expenses from individual Special appropriations are shown at Section 3, Tables 3.1, etc.

4 Total appropriations = Bill No. 1 + Bill No. 2 + Special appropriations.

5 Revenue from other sources includes FMA s.31 revenues, CAC body revenues that are available to be expensed, special accounts (non-appropriation revenues) and resources received free of charge.

6 Percentage figures indicate the percentage contribution of Revenue from Government (departmental appropriations) to the total price of outputs, by outcome, and the percentage contribution of Revenue from other sources (departmental) to the total price of outputs, by outcome.

7 Total resources = Total appropriations + Revenue from other sources.

Note: Refer to Budgeted statement of financial performance for application of agency revenue.

Table 2.2.1: Summary of expense measures disclosed in the 2005–06 Budget (impact on fiscal balance)

Measure	Outcome	Outputs Affected	Appropriations Budget 2005–06 (\$'000)			Appropriations Forward Estimate 2006–07 (\$'000)			Appropriations Forward Estimate 2007–08 (\$'000)			Appropriations Forward Estimate 2008–09 (\$'000)		
			Admin Expenses	Dept Outputs	Total	Admin Expenses	Dept Outputs	Total	Admin Expenses	Dept Outputs	Total	Admin Expenses	Dept Outputs	Total
Providing for Australia's Security - Australian overseas diplomatic missions - improved security	1	1.1	-	27	27	-	73	73	-	-	-	-	-	-
Providing for Australia's Security - diplomatic guarding	1	1.4	-	28,706	28,706	-	29,857	29,857	-	29,649	29,649	-	30,251	30,251
Providing for Australia's Security - Australian Federal Police surge capacity expansion	1	1.4	-	5,844	5,844	-	4,708	4,708	-	4,802	4,802	-	4,903	4,903
Regional Assistance Mission to Solomon Islands	1	1.3	-	129,696	129,696	-	124,609	124,609	-	120,259	120,259	-	119,725	119,725
Asia Pacific Economic Cooperation 2007	1	1.2	-	140	140	-	510	510	-	1,045	1,045	-	-	-
Providing for Australia's Security - regional counter-terrorism assistance - biometric technology	1	1.1	-	5,341	5,341	-	2,262	2,262	-	-	-	-	-	-
Efficiency dividend - increase in the rate from 1 per cent to 1.25 per cent	1	1.1	-	(1,589)	(1,589)	-	(3,580)	(3,580)	-	(5,571)	(5,571)	-	(5,571)	(5,571)
Australia - United States Free Trade Agreement	1	1.1	-	339	339	-	343	343	-	346	346	-	349	349
Total			-	168,504	168,504	-	158,782	158,782	-	150,530	150,530	-	149,657	149,657

Table 2.2.2: Summary of capital measures disclosed in the 2005–06 Budget (impact on fiscal balance)

Measure	Outcome	Outputs Affected	Appropriations Budget 2005–06 (\$'000)			Appropriations Forward Estimate 2006–07 (\$'000)			Appropriations Forward Estimate 2007–08 (\$'000)			Appropriations Forward Estimate 2008–09 (\$'000)		
			Admin Expenses	Dept Outputs	Total	Admin Expenses	Dept Outputs	Total	Admin Expenses	Dept Outputs	Total	Admin Expenses	Dept Outputs	Total
Providing for Australia's Security - Australian overseas diplomatic missions - improved security	1	1.1	-	259	259	-	295	295	-	-	-	-	-	-
Providing for Australia's Security - diplomatic and guarding	1	1.4	-	1,564	1,564	-	-	-	-	-	-	-	-	-
Providing for Australia's Security - Australian Federal Police surge capacity expansion	1	1.4	-	1,611	1,611	-	-	-	-	-	-	-	-	-
Regional Assistance Mission to Solomon Islands	1	1.3	-	15,574	15,574	-	9,513	9,513	-	8,402	8,402	-	10,156	10,156
Total			-	19,008	19,008	-	9,808	9,808	-	8,402	8,402	-	10,156	10,156

2.3: OTHER RECEIPTS AVAILABLE TO BE USED

Relevant receipts for AFP are set out below.

Table 2.3: Other receipts available to be used

	Estimated Receipts 2004–05 \$'000	Budget Estimate 2005–06 \$'000
DEPARTMENTAL OTHER RECEIPTS		
ACT Government	89,749	91,980
Sales of goods and services	121,362	111,431
Other revenue	13	13
Resources received free of charge	298	298
Total departmental other receipts available to be used	211,422	203,722

2.4: MOVEMENT OF ADMINISTERED FUNDS FROM 2004–05 TO 2005–06

The AFP does not have any administered appropriations.

2.5: SPECIAL APPROPRIATIONS

The AFP will not receive any special appropriations.

2.6: SPECIAL ACCOUNTS

Table 2.6: Estimates of special account flows and balances

Special Accounts	Estimate - 2005-06, Heavy Figures				
	Opening Balance	Receipts	Payments	Adjustments	Closing Balance
Name of account	2005-06 2004-05 \$'000	2005-06 2004-05 \$'000	2005-06 2004-05 \$'000	2005-06 2004-05 \$'000	2005-06 2004-05 \$'000
Australian Federal Police - Protective Service - s20 FMA Act 1997 (D)	55,976	156,348	151,474	-	60,850
	51,978	175,388	171,390	-	55,976
Comcare - Special Public Money - Safety, Rehabilitation and Compensation Act 1998 (D)	862	2,200	2,200	-	862
	1,155	2,200	2,493	-	862
AFP Official MPR and Warrants Trust Account - Other trust monies - s20 FMA Act 1997 (D)	163	100	100	-	163
	164	100	101	-	163
AFP Official Exhibits and Sized Money Trust Account - Other trust monies - s20 FMA Act 1997 (D)	1,065	1,050	1,050	-	1,065
	1,150	1,050	1,135	-	1,065
Total Special Accounts 2005-06 Budget Estimate	58,066	159,698	154,824	-	62,940
<i>Total Special Accounts 2004-05 Estimate Actual</i>	54,447	178,738	175,119	-	58,066

D = Departmental A = Administered

Acts Glossary:

FMA Act = *Financial Management and Accountability Act 1997*

2.7: DEPARTMENTAL EQUITY INJECTIONS AND LOANS

The AFP will receive an equity injection of \$43.548m in 2005-06. This funding relates to the following measures: Regional Assistance to the Solomon Islands (\$15.574m); Providing for Australia's Security - Australian Federal Police Protective Service Surge Capacity - Phase 2 (\$1.611m); Providing for Australia's Security - Protective Security Strategies for Australian Holders of High Office and Diplomatic and Consular Missions - review Phase 2 (\$1.564m); Improved security for Australian diplomatic missions Phase 2 (\$0.259m); Australian Institute of Police Management (\$6.063m); Papua New Guinea (PNG) Deployment (\$1.567m); Extension of project AXIOM (\$0.800m); and Regional Rapid Deployment (\$0.300m).

The AFP will not receive any loans in 2005-06.

Section 3: Agency outcomes

This section explains how the resources identified in Section 2 will be used to deliver outputs to contribute to the two outcomes for the Australian Federal Police.

3.1: SUMMARY OF OUTCOMES AND OUTPUTS

AFP resources concentrate on the achievement of the two outcomes agreed to by the Australian Government.

Outcome 1 has a national and international focus for which the AFP has responsibility for the investigation and prevention of crime against the Commonwealth and protection of Commonwealth interests in Australia and overseas.

Outcome 2 focuses upon the provision of community policing to create a safe and secure environment in the Australian Capital Territory.

Outcome 1

Outcome one, reflecting the AFP's national and internationally focused policing services provided to the Commonwealth, encompasses the investigation and prevention of crime against the Commonwealth and protection of Commonwealth interests in Australia and overseas.

Output 1.1 - Investigation Services Objectives

- Enforce Commonwealth laws and protect the integrity of Commonwealth programs.
- Effectively contribute to international efforts to counteract and prevent criminal activities of major concern to Government.
- Protect the integrity of national economic and social institutions and the environment.
- Ensure there is a national response where criminal activity impinges on national security and/or is of a trans-jurisdictional character.
- Provide community policing services to the Commonwealth's external territories.

These objectives are achieved through the AFP's use of crime management strategies identifying and prioritising high impact crimes confronting Australia. They underpin the AFP's business planning cycle and are a means of more closely integrating intelligence, operational activity and policy development under each main crime category.

Output 1.2 - Protection Services Objectives

- The AFP provides protection services to ensure that individuals and interests identified as at risk by the Commonwealth are kept safe and their dignity preserved.

Strategies include: the provision of close personal protection; security intelligence for assessments of politically motivated violence or other activities; administration of the national Witness Protection Program; and planning and coordination with strategic partners for special events that are of a national interest.

Output 1.3 - International Deployment Services Objectives

- Facilitate an effective AFP contribution and response to international law enforcement efforts.
- Provide an effective contribution to Australia's United Nations commitments, regional security and foreign law enforcement capacity building missions.

Strategies include: enhanced international law collaboration by the International Deployment Group through continual commitments to international peace operations, regional foreign law enforcement capacity building missions, including broader engagement under the Law Enforcement Cooperation Program.

Output 1.4 - Guarding and Security Services Objectives

- Provide a range of user-pays guarding and related security services consistent with the Australian Government's interests.
- Provide a first-response and deterrent role to potential terrorist acts against Australia's passenger aviation industry.

Strategies include: the provision of guarding services at premises considered by Government to be at some risk; specialised protective security advisory; training, monitoring and consultancy services; counter-terrorist first-response role at major airports and deterrence of attempts to disrupt Australia's in-flight passenger safety; and the development of strategic alliances with education and business organisations.

Outcome 2

Outcome two reflects the AFP's community policing services in the Australian Capital Territory.

Output 2.1 - Crime and Safety Management Objectives

- Incident response and police support for the community.
- Crime detection and investigation.

Strategies include: the provision of efficient and effective police response to calls for assistance received from members of the public; conducting investigations to detect offenders and bring them to justice; and maintaining a proactive presence in the community, driven by the analysis of police intelligence data.

Output 2.2 – Traffic Law Enforcement and Road Safety Objective

- Reducing the number of crash fatalities and injuries to the members of the community.

Strategies include the education, awareness, deterrence and enforcement of traffic safety.

Output 2.3 – Crime Prevention Objectives

- Reducing crime.
- Reducing the fear of crime.
- Helping victims of crime.
- Increasing road safety awareness of children.

Strategies include: the targeting of causes of crime; education of the community about property and personal safety; and developing inter-agency partnerships.

Output 2.4 – Prosecution and Judicial Support Objectives

- Provide high-level support to the functions of Outcome 2 in order to meet the performance targets.

Strategies include: the coordination of briefs to the Director of Public Prosecutions; service of orders and summonses; processing of warrants and firearms registration.

Cost allocation to outputs.

Outputs are costed using the Police Real-Time On-line Management Information System (PROMIS) time recording tool which captures data by case, accumulates it by incident type and subsequently apportions it to outputs. Corporate overhead and support costs are apportioned to each output in relation to the time spent on the categorised operational activity.

3.2: OUTCOMES — DEPARTMENTAL

Departmental appropriations by outcome

The AFP departmental appropriation is wholly attributable to Outcome 1.

3.3: OUTCOMES RESOURCING

Outcome 1 resourcing

Table 3.1 shows how the 2005–06 Budget appropriations translate to total resourcing for Outcome 1, including revenue from government (appropriation), revenue from other sources (departmental) and the total price of outputs.

Table 3.1.1 Total resources for Outcome 1 (\$'000)

	Estimated actual 2004-05 \$'000	Budget estimate 2005-06 \$'000
DEPARTMENTAL APPROPRIATION		
Output 1.1 - Investigation Services	311,590	328,038
Output 1.2 - Protection Services	55,311	66,944
Output 1.3 - International Deployment Services	343,554	333,603
Output 1.4 - Guarding and Security Services	36,499	87,878
Total revenue from government (appropriations) Contributing to price of departmental outputs	746,954	816,463
REVENUE FROM OTHER SOURCES		
Output 1.1 - Investigation Services	27,100	15,708
Output 1.2 - Protection Services	1,211	900
Output 1.3 - International Deployment Services	-	500
Output 1.4 - Guarding and Security Services	93,362	94,724
Total revenue from other sources	121,673	111,832
Total price from departmental outputs (Total revenue from government and from other sources)	868,627	928,295
from Special Accounts (estimated payments from Special Account balances)²		
AFP - Protective Service (s20 FMA Act)	171,390	151,474
Comcare (SRC Act 1998)	2,493	2,200
AFP Official MPR and Warrants Trust Account (s20 FMA Act)	101	100
AFP Official Exhibits and Seized Moneys Trust Account (s20 FMA Act)	1,135	1,050
Total departmental Special Account outflows	175,119	154,824
Total estimated resourcing for Outcome 1 (Total price of outputs and administered appropriations)	868,627	928,295
	2004-05	2005-06
Average staffing level (number)	4,078	4,397

Measures affecting Outcome 1

A summary of measures in the 2005–06 Budget is at tables 2.2.1 and 2.2.2.

Performance information for Outcome 1

Outcome 1

Overall, Outcome 1 is measured through a set of performance indicators and a variety of indicators specific to the individual Outputs. These are:

- disruptive effects of AFP operations on the criminal environment nationally and internationally
- levels of client satisfaction with AFP service provision, and
- cost effectiveness of AFP service delivery results.

Output performance measurement focuses on the following indicators:

Output 1.1 measurements

- disruptive effect of AFP investigations on the criminal environment
- client satisfaction with AFP investigations, and
- the level of financial performance of the AFP in delivering cost effective results.

Output 1.2 measurements

- prevention of avoidable incidents
- the level of client satisfaction with AFP protection services, and
- cost effectiveness of service delivery.

Output 1.3 measurements

- extent to which Commonwealth international obligations are met
- client satisfaction with AFP international services, and
- cost effectiveness of service delivery.

Output 1.4 measurements

- volume of contracted user-pays guarding and security service commitments, and the prevention of attempts to disrupt the safety of Australia's aviation passenger industry
- satisfaction of clients and stakeholders with service provision, and
- cost effectiveness of service delivery.

Table 3.2: Performance Information for Outcome 1

Performance indicators for individual outputs	
Output 1.1: Investigation Services	<p><i>Quality</i> Disruptive effect of AFP operations on the criminal environment. Client Satisfaction with AFP investigations.</p> <p><i>Quantity:</i> Number of Criminal Investigations</p> <p><i>Price:</i> \$343.746m</p>
Output 1.2: Protection Services	<p><i>Quality</i> Prevention of avoidable incidents. Client satisfaction with protection services.</p> <p><i>Quantity:</i> The number of protection services</p> <p><i>Price:</i> \$67.844m</p>
Output 1.3: International Deployment Group	<p><i>Quality</i> Extent to which Commonwealth International obligations are met. Client satisfaction with international services.</p> <p><i>Quantity:</i> Number of international services</p> <p><i>Price:</i> \$334.103m</p>
Output 1.4: Guarding and Security Services	<p><i>Quality:</i> Prevented attempts to disrupt the safety of Australia's aviation passenger industry and client and stakeholder satisfaction.</p> <p><i>Quantity:</i> Volume of contracted security and related specialist services</p> <p><i>Price:</i> \$182.602m</p>

Evaluations for Outcome 1

In determining the resources to be applied to each service, the AFP uses a variety of tools across all outputs. These include:

- Business Planning, including regular Business Activity Analysis (BAA) of operations
- Crime Management Strategies
- The Case Categorisation and Prioritisation Model (CCPM)
- Services Targets and Client Satisfaction Surveys, and
- The Performance Improvement Cycle.

Where practical and appropriate, components of service delivery under various outputs are also benchmarked annually against international organisations and OECD countries.

Outcome 2 resourcing

Outcome 2 is funded through the Policing Agreement between the Commonwealth and ACT Governments

Measures affecting Outcome 2

There are no measures affecting outcome 2.

Performance information for Outcome 2

Outcome 2

Overall, Outcome 2 performance is measured through seven key indicators across the four Outputs:

- Level of crime
- Fear of crime
- Police responsiveness
- Public confidence in Police
- Road safety
- Supporting the judicial process, and
- Crime prevention.

Evaluations for Outcome 2

The provision of community policing services to the ACT is subject to annual negotiation by the AFP of a Purchase Agreement with the ACT Government. Service delivery price and performance achievements against measures and associated targets set by the ACT Government are subject to independent audit.

Section 4: Other reporting requirements

4.1: PURCHASER-PROVIDER ARRANGEMENTS

Cross agency overview

The AFP does not have a Purchase-Provider arrangement with other agencies.

4.2: COST RECOVERY ARRANGEMENTS

The AFP applies the principles of the cost recovery guidelines to all its revenue raising activities, although the majority of the AFP's cost recovery revenue relates to intra governmental arrangements which are exempt from the Commonwealth Cost recovery Guidelines. The main cost recovery streams include:

- Criminal records information for non criminal purposes to agencies, corporations and individuals;
- Protection and Guarding Services; and
- Policing services to the ACT Government (Outcome 2).

Summary of cost recovery impact statement

Those activities that are subject to the cost recovery guidelines will be reviewed in accordance with the Commonwealth Cost Recovery Guidelines Schedule. The AFP is scheduled to complete CRIS in 2006-07.

Section 5: Budgeted financial statements

5.1: ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Statement of financial performance

Total revenue for 2005-06 is estimated to be \$1,020.185m, an increase of \$174.977m over the previously published estimate. The increase is mainly due to the additional appropriation revenue resulting from new measures funding—see Table 2.2.1 for a complete list.

Total expenses are estimated to be \$1,018.454m, an increase of \$174.977m from the previously published estimate of \$843.477m. This is due to the expenditure related to the new measures.

The AFP is anticipating an operating surplus of \$92.7m for 2004-05. This surplus is mainly attributable to unspent funds in relation to Australian policing assistance to Papua New Guinea (PNG) and the Regional Assistance Missions to the Solomon Islands (RAMSI), as well as some timing differences within the remainder of the AFP and commercial activity of the AFP Protective Service which are subject to competitive neutrality arrangements.

The Transfer to the OPA of \$140.0m in 2004-05 is the estimated funding to be returned to the budget in respect to appropriation provided for RAMSI, ECP and Tsunami Financial Assistance. This estimated return of funding reflects both current and prior year appropriations in accordance with the principles of 'no win, no loss' arrangements.

Statement of financial position

The AFP's estimated 2005–06 net asset position of \$362.344m represents a net increase of \$18.784m against the previously published estimate. The increase is attributable to the \$19.008m received in new measures capital funding – see Table 2.2.2 for a complete list.

The AFP's major liability continues to be accrued employee entitlements (estimated to be \$94.149m in 2005–06).

5.2: BUDGETED FINANCIAL STATEMENTS TABLES

Table 5.1: Budgeted Departmental Statement of Financial Performance for the period ended 30 June

	Estimated Actual 2004–05 \$'000	Budget Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000	Forward Estimate 2007–08 \$'000	Forward Estimate 2008–09 \$'000
REVENUE					
Revenues from ordinary activities					
Revenues from Government	746,954	816,463	804,469	799,549	622,081
Goods and services	211,111	203,411	208,192	210,675	210,675
Other	311	311	311	311	311
Revenues from ordinary activities	958,376	1,020,185	1,012,972	1,010,535	833,067
EXPENSE					
Expenses from ordinary activities (excluding borrowing costs expense)					
Employees	413,505	531,697	537,638	540,870	470,600
Suppliers	404,520	429,793	411,323	405,494	307,353
Depreciation and amortisation	41,013	50,984	56,167	56,173	47,116
Other	5,884	5,980	6,078	6,181	6,181
Expenses from ordinary activities (excluding borrowing costs expense)	864,922	1,018,454	1,011,206	1,008,718	831,250
Operating surplus or (deficit) from ordinary activities	93,454	1,731	1,766	1,817	1,817
Income Tax expense	(717)	(799)	(815)	(839)	(839)
Net surplus or (deficit)	92,737	932	951	978	978
Net surplus or deficit attributable to the Australian Government	92,737	932	951	978	978
Transfer (to)/from Official Public Account	(140,000)				
Total revenues, expenses and valuation adjustments attributable to members of the parent entity and recognised directly in equity*	(140,000)	-	-	-	-
Total changes in equity other than those resulting from transactions with owners as owners	(47,263)	932	951	978	978

Table 5.2: Budgeted Departmental Statement of Financial Position as at 30 June

	Estimated Actual 2004-05 \$'000	Budget Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000
ASSETS					
Financial assets					
Cash	63,745	75,406	90,149	103,230	112,845
Receivables	59,695	49,220	64,712	81,810	83,885
Accrued revenues	341	341	341	341	341
Other financial assets	2,089	2,089	2,089	2,089	2,089
Total financial assets	125,870	127,056	157,291	187,470	199,160
Non-financial assets					
Land and buildings	5,730	5,528	5,326	5,124	4,922
Infrastructure, plant and equipment	159,937	201,596	192,776	184,795	189,246
Inventories	313	313	313	313	313
Intangibles	14,694	15,437	12,740	7,498	2,256
Other non-financial assets	12,414	12,414	12,414	12,414	12,414
Total non-financial assets	193,088	235,288	223,569	210,144	209,151
Total assets	318,958	362,344	380,860	397,614	408,311
LIABILITIES					
Provisions					
Employees	89,489	89,404	94,149	99,037	98,993
Other provisions	16,032	16,032	16,032	16,032	16,032
Total provisions	105,521	105,436	110,181	115,069	115,025
Payables					
Suppliers	31,737	31,737	31,737	31,685	31,737
Other payables	5,048	4,971	4,808	4,675	4,623
Total payables	36,785	36,708	36,545	36,360	36,360
Total liabilities	142,306	142,144	146,726	151,429	151,385
EQUITY*					
Parent entity interest					
Contributed equity	199,843	243,391	257,325	269,376	280,117
Reserves	13,105	13,105	13,105	13,105	13,105
Retained surpluses or accumulated deficits	(36,296)	(36,296)	(36,296)	(36,296)	(36,296)
Total parent entity interest	176,652	220,200	234,134	246,185	256,926
Total equity	318,958	362,344	380,860	397,614	408,311
TOTAL ASSETS AND LIABILITIES BY MATURITY					
Current assets	138,284	139,470	169,705	199,884	211,574
Non-current assets	180,674	222,874	211,155	197,730	196,737
Current liabilities	76,583	76,542	78,879	81,288	81,266
Non-current liabilities	65,723	65,602	67,847	70,141	70,119

*Note: 'Equity' is the residual interest in assets after deduction of liabilities.

Table 5.3: Budgeted Departmental Statement of Cash Flows for the period ended 30 June

	Estimated Actual 2004-05 \$'000	Budget Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	211,422	203,722	208,503	210,986	210,986
Appropriations	860,887	826,938	788,977	782,451	620,006
Other	56,396	35,345	30,471	31,512	31,512
Total cash received	1,128,705	1,066,005	1,027,951	1,024,949	862,504
Cash used					
Employees	421,605	531,782	532,893	535,982	470,644
Suppliers	412,454	436,662	418,392	412,712	314,386
Other	56,396	35,345	30,471	31,512	31,512
Total cash used	890,455	1,003,789	981,756	980,206	816,542
Net cash from or (used by) operating activities	238,250	62,216	46,195	44,743	45,962
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	13	13	13	13	13
Total cash received	13	13	13	13	13
Cash used					
Purchase of property, plant and equipment	123,160	93,184	44,448	42,748	46,123
Total cash used	123,160	93,184	44,448	42,748	46,123
Net cash from or (used by) investing activities	(123,147)	(93,171)	(44,435)	(42,735)	(46,110)
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	29,732	43,548	13,934	12,051	10,741
Total cash received	29,732	43,548	13,934	12,051	10,741
Cash used					
Dividends paid	837	932	951	978	978
Transfer to OPA	140,000	-	-	-	-
Total cash used	140,837	932	951	978	978
Net cash from/(used by) activities financing	(111,105)	42,616	12,983	11,073	9,763
Net increase or (decrease) in cash held	3,998	11,661	14,743	13,081	9,615
Cash at the beginning of the reporting period	59,747	63,745	75,406	90,149	103,230
Cash at the end of the reporting period	63,745	75,406	90,149	103,230	112,845

Table 5.4: Departmental Capital Budget Statement

	Estimated Actual 2004-05 \$'000	Budget Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	29,732	43,548	13,934	12,051	10,741
Total loans	-	-	-	-	-
Total capital appropriations	29,732	43,548	13,934	12,051	10,741
Represented by:					
Purchase of non-financial assets	29,732	43,548	13,934	12,051	10,741
Other	-	-	-	-	-
Total represented by	29,732	43,548	13,934	12,051	10,741
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	29,732	43,548	13,934	12,051	10,741
Funded internally by Departmental resources	93,428	49,636	30,514	30,697	35,382
Total	123,160	93,184	44,448	42,748	46,123

Table 5.5: Departmental Property, Plant, Equipment and Intangibles — Summary of Movement (Budget year 2005–06)

	Land \$'000	Buildings \$'000	Other Infrastructure Plant and Equipment \$'000	Computer Software \$'000	Total \$'000
As at 1 July 2005					
Gross book value	262	5,869	228,117	35,578	269,826
Accumulated depreciation	-	401	68,180	20,884	89,465
Opening net book value	262	5,468	159,937	14,694	180,361
Additions:					
by purchase	-	-	87,184	6,000	93,184
by finance lease	-	-	-	-	-
from acquisitions of entities or operations (including restructuring)	-	-	-	-	-
Net revaluation increment/decrement	-	-	-	-	-
Reclassifications	-	-	-	-	-
Depreciation/amortisation expense	-	202	45,525	5,257	50,984
Recoverable amount write-downs	-	-	-	-	-
Other movements	-	-	-	-	-
Disposals:					
from disposal of entities or operations (including restructuring)	-	-	-	-	-
other disposals	-	-	-	-	-
As at 30 June 2006					
Gross book value	262	5,869	315,301	41,578	363,010
Accumulated depreciation	-	603	113,705	26,141	140,449
Closing net book value	262	5,266	201,596	15,437	222,561

5.3: NOTES TO THE FINANCIAL STATEMENTS

Budgeted departmental statement of financial performance

1. Revenue from Government

The net increase to appropriations revenue on previously published figures is primarily due to new measures funding for Improved security for Australian diplomatic missions phase 2 (\$0.032m), Providing for Australia's Security - Protective Security Strategies for Australian Holders of High Office and Diplomatic and Consular Missions - review Phase 2 (\$28.877m), Providing for Australia's Security - Australian Federal Police Protective Service Surge Capacity - Phase 2 (\$6.072m), Australia's hosting of APEC 2007 (\$0.140m) and Regional counter-terrorism - biometric technology (\$6.341m). Appropriation funding for the Regional Assistance Mission to Solomon Islands has been extended to 2008-09 in this budget. This measure was previously funded on a yearly basis.

2. Employees

The net increase to employees expenditure on previously published figures is primarily due to new measures funding. The increase over the estimated 2004-05 result is due to increased expenditure relating to overseas deployments.

3. Suppliers

The net increase to expenditure on suppliers on previously published figures is primarily due to new measures funding. The increase over the estimated 2004-05 result is due to increased expenditure relating to overseas deployments.

4. Other Expenses

This category includes payments to the Australian Institute of Police Management and the Australian Centre for Police Research as well as payments for a Payroll Tax equivalent on behalf of the AFPPS as a result of competitive neutrality arrangements.

5. Net surplus attributable to the Australian Government

The AFP is anticipating an operating surplus of \$92.7m for 2004-05. This surplus is mainly attributable to unspent funds in relation to the Enhanced Cooperation Package (ECP) to Papua New Guinea and the Regional Assistance Missions to the Solomon Islands (RAMSI), as well as some timing differences within the remainder of the AFP and commercial activity of the AFP Protective Service which are subject to competitive neutrality arrangements.

6. Transfer to Official Public Account (OPA)

The Transfer to the OPA of \$140.0m in 2004-05 is the estimated funding to be returned to the budget in respect to appropriation provided for RAMSI, ECP and Tsunami Financial Assistance. This estimated return of funding reflects both current and prior year appropriations in accordance with the principles of 'no win, no loss' arrangements.

Budgeted departmental statement of financial position

7. Infrastructure, Plant & Equipment

The increase in infrastructure is due to the capital injection related to the new measures.

