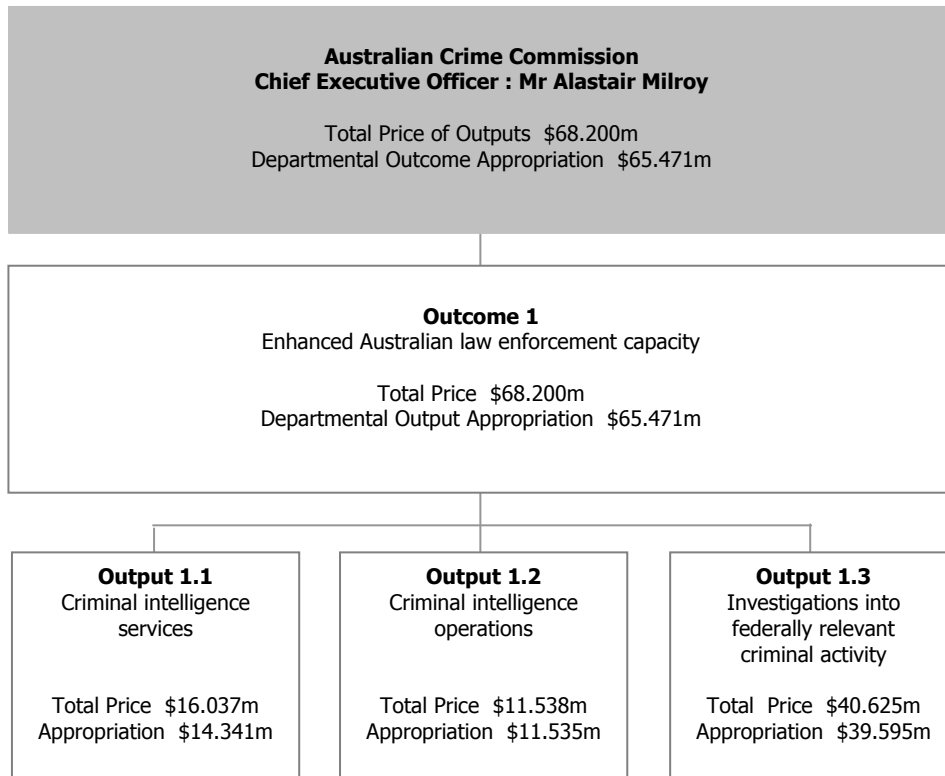


AUSTRALIAN CRIME COMMISSION

Outcomes and Outputs



Section 1: Overview, variations and measures

There are no changes to Australian Crime Commission's (ACC) role, mission or its outcomes and outputs structures as a result of Additional Estimates.

OVERVIEW

There is no change in the overview as a result of the Additional Estimates.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

During the period 1999–2001, the former National Crime Authority (NCA) provided more claw-back, than interest earned, under the Agency Banking Incentive Scheme (ABIS) program. The Australian Crime Commission (ACC), as the recipient of NCA assets and liabilities, and in accordance with the Government's decision on ABIS, is receiving this prior year overpayment.

Additional funding will be provided for an increase in ACC's Comcover Premium for 2003–04.

Other variations to appropriations

	2003–04 (\$'000)	2004–05 (\$'000)	2005–06 (\$'000)	2006–07 (\$'000)
Outcome 1				
Variations in departmental appropriations				
Agency Banking Incentive Scheme Interest overpayment 1999–2001	341	-	-	-
Increases in Comcover Premiums	61	-	-	-
Total	402	-	-	-

Section 2: Revisions to outcomes and outputs

OUTCOMES AND OUTPUTS

The ACC does not have any changes to outcomes and outputs as a direct result of our Additional Estimates.

Output cost attribution

The ACC has a time/labour recording system which is completed monthly by all staff engaged directly in activities related to Output 1.2 and 1.3. Activities inherited from the Australian Bureau of Criminal Intelligence (ABCI) and Office of Strategic Crime Assessments (OSCA) were predominantly related to Output 1.1. Shared costs have

been attributed based on the proportion of direct costs. These proportions were reviewed at the commencement of ACC business with reference to the time recording system.

Section 3: Budgeted financial statements

Revisions to the budgeted departmental financial statements for the department since the 2003–04 Portfolio Budget Statements are presented in this section.

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

An analysis of the ACC's budgeted financial statements, as reflected in the Agency's budgeted departmental financial statements notes for 2003–04, is provided below.

Departmental

Statement of Financial Performance

The ACC is budgeting for an operating loss of \$4.159m for 2003–04. The loss is attributable to budgeted expenditure of \$4.500m on lapsing tied funding programs where funding was not expended in 2002–03 financial year but was carried over. The additional estimates of \$0.402m offset some of the overspend. The components are:

- \$0.061m as allowance for increased Comcover insurance costs (this is matched by an increase in our supplier expenses), and
- \$0.341m ABIS excess clawback for the period 1999–2001.

The resulting net Revenue from government is estimated to be \$65.471m. Changes from previous year are attributed to:

- Specific budget measures lapsing \$5.600m: Cybercrime investigation (\$1.100m); Special intelligence project (\$4.500m), and
- Offset increased funding for economic parameter adjustments, superannuation supplement funding, ABIS clawback and Comcover premium supplement.

Total expenses from ordinary activities are estimated to be \$72.359m, an increase of \$3.919m from an annualised 2002–03 actual. The increase is due to the impact of spending carried forward for specific programs as detailed above; offset by reduced expenses for other lapsing budget measures.

Statement of Financial Position

The agency's budgeted net asset position of \$6.276m represents a reduction of \$4.159m from the 2002–03 actual. The reduction is attributable to the forecast losses as mentioned in the statement of financial performance.

The agency's primary asset, 'Infrastructure, plant and equipment', is projected to reduce by \$1.5m to \$10.293m due primarily to lower capital purchases than depreciation allowance.

The agency's primary liability continues to be accrued employee entitlements of \$7.764m.

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

Note	Actual 2002-03 \$'000	Revised Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
Revenues from ordinary activities					
Revenues from government	34,490	65,471	66,570	68,055	69,331
Other	1,459	2,729	2,779	2,830	2,848
Revenues from ordinary activities	35,949	68,200	69,349	70,885	72,179
Expenses from ordinary activities (excluding borrowing costs expense)					
Employees	12,922	28,308	26,562	27,872	28,216
Suppliers	12,619	22,688	22,307	22,738	23,521
Depreciation and amortisation	1,924	3,519	3,653	2,774	2,245
Other	6,732	17,805	16,719	17,393	18,089
Expenses from ordinary activities (excluding borrowing costs expense)	34,197	72,320	69,241	70,777	72,071
Borrowing costs expense	23	39	108	108	108
Operating surplus or deficit from ordinary activities	1,729	(4,159)	-	-	-
Decrease in ACC results on initial application of fair value under AASB1041	(1,539)	-	-	-	-
Net surplus or deficit	190	(4,159)	-	-	-
*Capital Use Charge	337	-	-	-	-
Net surplus or deficit attributable to Commonwealth	(147)	(4,159)	-	-	-

* The Capital Use Charge was discontinued from 1 July 2003.

The Actual 2002-03 reflects the period 1 January to 30 June 2003.

Table 3.2: Budgeted Departmental Statement of Financial Position for the period ended 30 June

Note	Actual 2002–03 \$'000	Revised Estimate 2003–04 \$'000	Forward Estimate 2004–05 \$'000	Forward Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000
ASSETS					
Financial assets					
Cash	1,663	2,455	1,889	2,857	997
Receivables	11,901	7,401	7,401	7,401	7,402
Total financial assets	13,564	9,856	9,290	10,258	8,399
Non-financial assets					
Land, buildings, infrastructure, plant and equipment	11,812	10,293	10,440	9,167	10,421
Other non-financial assets	488	488	488	487	487
Total non-financial assets	12,300	10,781	10,928	9,654	10,908
Total assets	25,864	20,637	20,218	19,912	19,307
LIABILITIES					
Interest bearing liabilities					
Other debt	555	485	415	345	275
Lease	873	342	1,848	928	8
Total interest bearing liabilities	1,428	827	2,263	1,273	283
Provisions and payables					
Employees	8,429	7,764	7,078	7,330	7,461
Suppliers	4,743	4,936	3,768	4,199	4,457
Other	829	834	833	834	830
Total provisions and payables	14,001	13,534	11,679	12,363	12,748
Total liabilities	15,429	14,361	13,942	13,636	13,031
EQUITY					
Capital	9,595	9,595	9,595	9,595	9,595
Reserves	987	987	987	987	987
Current Result	(147)	(4,159)	-	-	-
Accumulated surpluses or (deficits)	-	(147)	(4,306)	(4,306)	(4,306)
Total equity	10,435	6,276	6,276	6,276	6,276
Liabilities and equity	25,864	20,637	20,218	19,912	19,307
Current Assets	13,564	9,856	9,290	10,258	8,399
Non-Current Assets	12,300	10,781	10,928	9,654	10,908
Current Liabilities	14,078	13,096	13,122	12,785	12,162
Non-Current Liabilities	1,351	1,265	820	851	869

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

	Actual 2002–03 \$'000	Revised Estimate 2003–04 \$'000	Forward Estimate 2004–05 \$'000	Forward Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations for outputs	28,954	65,471	66,570	68,055	69,331
Other	2,439	6,772	6,682	6,843	7,009
Total cash received	31,393	72,243	73,252	74,898	76,340
Cash used					
Employees	12,960	28,974	27,248	27,620	28,084
Suppliers	21,500	44,391	41,868	43,782	45,588
Return of Appropriations	7,214	-	-	-	-
Total cash used	41,674	73,365	69,116	71,402	73,672
Net cash from operating activities	(10,281)	(1,122)	4,136	3,496	2,668
INVESTING ACTIVITIES					
Cash received					
Tied Funding Preservation	-	4,500	-	-	-
Other	3	-	-	-	-
Total cash received	3	4,500	-	-	-
Cash used					
Purchase of property, plant and equipment	1,114	2,000	3,800	1,500	3,500
Total cash used	(1,114)	2,000	3,800	1,500	3,500
Net cash from investing activities	(1,111)	2,500	(3,800)	(1,500)	(3,500)
FINANCIAL ACTIVITIES					
Cash received					
Other National Crime Authority, Australian Bureau of Criminal Intelligence	13,317	-	-	-	-
Total cash received	13,317	-	-	-	-
Cash used					
Loan repayments	262	586	902	1,028	1,028
Total cash used	262	586	902	1,028	1,028
Net cash from financing activities	13,055	(586)	(902)	(1,028)	(1,028)
Net increase in cash held	1,663	792	(566)	968	(1,860)
Cash at beginning	-	1,663	2,455	1,889	2,857
Cash at end	1,663	2,455	1,889	2,857	997

Table 3.4: Departmental Capital Budget Statement

	Actual 2002-03 \$'000	Revised Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
PURCHASE OF NON-CURRENT ASSETS					
Funded internally by departmental resources	1,114	2,000	3,800	1,500	3,500
Total	1,114	2,000	3,800	1,500	3,500

Table 3.5: Departmental Non-financial Assets — Summary of Movement (Budget Year 2003-04)

	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	4,855	5,878	5,878	1,079	11,812
Additions	-	2,000	2,000	-	2,000
Depreciation/amortisation expense	814	2,167	2,167	538	3,519
Carrying amount at the end of year	4,041	5,711	5,711	541	10,293
Total additions					
Self funded	-	2,000	2,000	-	2,000
Appropriations	-	-	-	-	-
Total	-	2,000	2,000	-	2,000

NOTES TO THE FINANCIAL STATEMENTS

Revenues from Government

The actual revenue for 2002–03 is based on the six months from 1 January 2003 to 30 June 2003. This consolidates the remaining revenues from the former NCA, ABCI and OSCA.

Operating performance

Revised budget estimates for 2003–04 are predicated on ACC operating costs exceeding revenue by meeting tied funding obligations of \$4.159m (being \$4.5m tied funding obligations, offset by \$0.341m ABIS clawback. The Comcover premium increase of \$0.061m is offset by additional estimate appropriation of equal value). These tied funding obligations were not fully acquitted by the former NCA.

Financial Assets

Cash

The agency finished the 2002–03 year with a \$4.5m carryover of preserved tied funding.

Receivables

The major receivable in all years is Appropriation receivable from Government (incorporating the \$4.5m carryover of tied funding).

Non-Financial Assets

Capital purchases during the period 2003–04 is budgeted to be lower than the depreciation charge; resulting in a reduction in non-financial assets.

Financial Liabilities

Interest Bearing Liabilities

There is a reduction in lease liabilities as contracts approach completion dates in 2003–04. However new leases are budgeted for in 2004–05.

Provisions and Payables

Projected reductions in supplier expenditure in forward years and improved procurement practice will result in a reduction in supplier liabilities.

