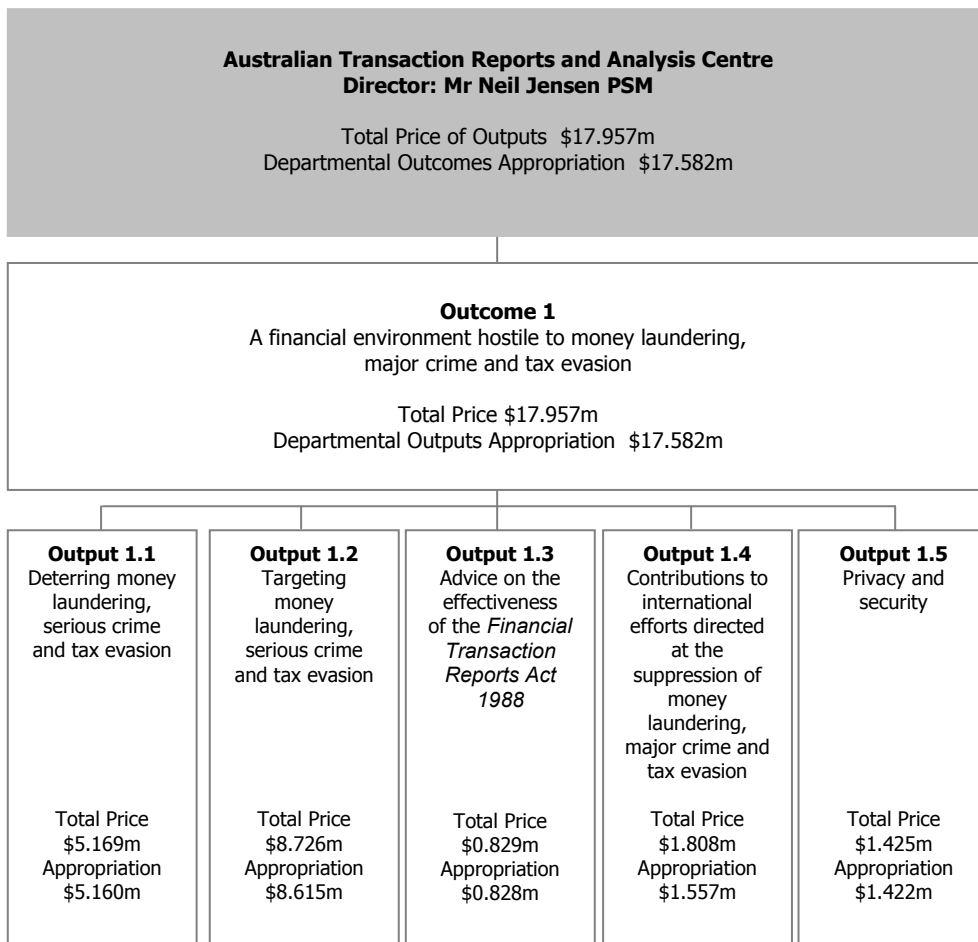


# AUSTRALIAN TRANSACTION REPORTS AND ANALYSIS CENTRE

## Outcomes and Outputs



## Section 1: Overview, variations and measures

### OVERVIEW

There are no changes to the role, mission or the outcomes and outputs of the Australian Transaction Reports and Analysis Centre (AUSTRAC).

### ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

An increase in funding for 2003-04 and future years as a result of the Budget Estimates and Framework Review. A variation to appropriation for 2003-04 for Comcover supplementation.

#### Measures

	2003-04 (\$'000)	2004-05 (\$'000)	2005-06 (\$'000)	2006-07 (\$'000)
<b>Outcome 1</b>				
<b>Increase in departmental appropriations</b>				
Budget estimates – enhanced quality and timeliness	95	66	68	69

#### Other variations to appropriations

	2003-04 (\$'000)	2004-05 (\$'000)	2005-06 (\$'000)	2006-07 (\$'000)
<b>Outcome 1</b>				
<b>Variations in departmental appropriations</b>				
Comcover supplementation	160	-	-	-

### MEASURES — AGENCY SUMMARY

#### Budget estimates – enhanced quality and timeliness

The Government will provide additional funding to agencies of \$88.5m over five years (including \$0.1m in 2007-08) to implement the Budget Estimates and Framework Review (BEFR) recommendations. This funding includes capital of \$7.4m over four years.

In the 2003-04 Budget the Government made provision for \$78.0m over five years to improve the accuracy, responsiveness and effectiveness of agencies' contribution to the Commonwealth's budget estimates and framework system and to assist agencies to drive improved financial management and reporting within their organisations. The Government has provided an extra \$10.5m over five years to fund agencies to implement BEFR recommendations.

The Government has provided AUSTRAC with funding of \$0.3m over five years to enhance the quality and timeliness of Budget estimates. Funding for each financial

year from 2003–04 to 2006–07 is shown in Table 1.1 below. There is an additional component of capital in 2003–04.

**Table 1.1: Summary of Measures since the 2003–04 Budget**

Measure	Outcome	Outputs Affected	Appropriations 2003–04 (\$'000)			Appropriations 2004–05 (\$'000)			Appropriations 2005–06 (\$'000)			Appropriations 2006–07 (\$'000)		
			Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total
Budget estimates – enhanced quality and timeliness *	1	All	-	65	65	-	66	66	-	68	68	-	69	69
<b>Total</b>			-	<b>65</b>	<b>65</b>	-	<b>66</b>	<b>66</b>	-	<b>68</b>	<b>68</b>	-	<b>69</b>	<b>69</b>

**Capital Measure**

\* \$0.030m received in 2003–04 as a result of Budget estimates – enhanced quality and timeliness, will be appropriated as a capital injection in 2003–04.

## BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

**Table 1.2: Appropriation Bill (No 3) 2003–04**

	2002–03 Available \$'000	2003–04 Budget \$'000	2003–04 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>DEPARTMENTAL OUTPUTS</b>					
<b>Outcome 1</b>					
A financial environment hostile to money laundering, major crime and tax evasion	11,158	17,357	17,582	225	-
<b>Total</b>	<b>11,158</b>	<b>17,357</b>	<b>17,582</b>	<b>225</b>	<b>-</b>

**Table 1.3: Appropriation Bill (No 4) 2003–04**

	2002–03 Available \$'000	2003–04 Budget \$'000	2003–04 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Non-Operating</b>					
Equity injections	-	2,498	2,528	30	-
Previous year's outputs	-	88	88	-	-
<b>Total capital</b>	<b>-</b>	<b>2,586</b>	<b>2,616</b>	<b>30</b>	<b>-</b>
<b>Total</b>	<b>-</b>	<b>2,586</b>	<b>2,616</b>	<b>30</b>	<b>-</b>

## Section 2: Revisions to outcomes and outputs

### **OUTCOMES AND OUTPUTS**

There are no changes to the outcome and outputs structure for AUSTRAC as a direct result of Additional Estimates.

#### **Outcome 1**

An increase in funding in 2003-04 and future years as a result of the Budget Estimates and Framework Review.

A variation to appropriation for 2003-04 for Comcover supplementation.

#### **Output cost attribution**

AUSTRAC allocates all expenditure across its five outputs. Direct costs including salary and operational specific expenditure such as travel are attributed to the relevant output in the first instance. Overheads which cannot be allocated directly to an output, including corporate and IT efforts to support the five outputs, other IT expenditure and property operating expenses, are allocated to the five outputs using standard cost accounting methods.

## 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**

Due to the Additional Estimates supplementation funding of \$0.225m plus an additional \$0.03m in equity injection, the budgeted departmental financial statements contain changes, compared to Budget.

### **Departmental financial statements**

#### **Budgeted departmental statement of financial performance**

There will be a \$0.225m increase in Revenues from Government through Additional Estimates. This total revenue increase is being totally offset by the impact of a budgeted increase in Suppliers and Salaries expenditures. As reported in the 2003–04 Portfolio Budget Statements, the agency is budgeting to break-even for 2003–04.

#### **Budgeted departmental statement of financial position**

The Agency's revised budgeted 2003–04 net asset position represents a decrease from the previously published 2003–04 Portfolio Budget Statements estimate. This is primarily due to the higher than expected actual net deficit outcome for 2002–03.

#### **Budgeted departmental statement of cash flows**

There will be a total increase of \$0.255m in Cash Received from Additional Estimates. The total cash received increase is being totally offset by the impact of the budgeted increase in Suppliers, Employees and Purchase of PPE Cash Used.

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

	Note	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
<b>Revenues from ordinary activities</b>						
Revenue from Government		11,261	17,582	11,735	11,977	12,119
Other		749	375	30	30	30
<b>Revenues from ordinary activities</b>		<b>12,010</b>	<b>17,957</b>	<b>11,765</b>	<b>12,007</b>	<b>12,149</b>
<b>Expenses from ordinary activities (excluding borrowing costs expense)</b>						
Employees		4,210	7,209	4,449	4,547	4,630
Suppliers		7,344	9,393	6,506	6,650	6,709
Depreciation and amortisation		908	1,355	810	810	810
<b>Expenses from ordinary activities (excluding borrowing costs expense)</b>		<b>12,462</b>	<b>17,957</b>	<b>11,765</b>	<b>12,007</b>	<b>12,149</b>
Borrowing cost expense		-	-	-	-	-
<b>Operating surplus or deficit from ordinary activities</b>		<b>(451)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Gain or loss on extraordinary items		-	-	-	-	-
<b>Net surplus or deficit attributable to Commonwealth</b>		<b>(451)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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

	Note	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
<b>ASSETS</b>						
<b>Financial assets</b>						
Cash		1,040	1,100	1,150	1,150	1,110
Receivables		222	150	130	128	170
Other		310	250	337	327	250
<b>Total financial assets</b>		<b>1,572</b>	<b>1,500</b>	<b>1,617</b>	<b>1,605</b>	<b>1,530</b>
<b>Non-financial assets</b>						
Infrastructure, plant and equipment		1,458	3,754	3,673	3,623	3,573
<b>Total non-financial assets</b>		<b>1,458</b>	<b>3,754</b>	<b>3,673</b>	<b>3,623</b>	<b>3,573</b>
<b>Total assets</b>		<b>3,030</b>	<b>5,254</b>	<b>5,290</b>	<b>5,228</b>	<b>5,103</b>
<b>LIABILITIES</b>						
Employees		1,291	1,048	1,114	1,170	1,204
Suppliers		168	110	109	120	90
Other		122	-	-	-	-
<b>Total liabilities</b>		<b>1,581</b>	<b>1,158</b>	<b>989</b>	<b>1,040</b>	<b>1,009</b>
<b>EQUITY</b>						
<b>Parent equity interest</b>						
Contributed equity		-	2,647	2,618	2,489	2,360
Reserves		41	41	41	41	41
Retained surpluses		1,408	1,408	1,408	1,408	1,408
<b>Total parent equity interest</b>		<b>1,449</b>	<b>4,096</b>	<b>4,067</b>	<b>3,938</b>	<b>3,809</b>
<b>Total equity</b>		<b>1,449</b>	<b>4,096</b>	<b>4,067</b>	<b>3,938</b>	<b>3,809</b>
<b>Current liabilities</b>		<b>962</b>	<b>608</b>	<b>650</b>	<b>600</b>	<b>650</b>
<b>Non-current liabilities</b>		<b>619</b>	<b>550</b>	<b>573</b>	<b>690</b>	<b>644</b>
<b>Current assets</b>		<b>1,572</b>	<b>1,500</b>	<b>1,617</b>	<b>1,605</b>	<b>1,530</b>
<b>Non-current assets</b>		<b>1,458</b>	<b>3,754</b>	<b>3,673</b>	<b>3,623</b>	<b>3,573</b>

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

	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	11,158	17,670	11,735	11,977	12,119
Other	1,320	360	15	15	15
<b>Total cash received</b>	<b>12,478</b>	<b>18,030</b>	<b>11,750</b>	<b>11,992</b>	<b>12,134</b>
<b>Cash used</b>					
Employees	3,931	7,452	4,456	4,517	4,569
Suppliers	7,703	9,065	6,481	6,691	6,800
<b>Total cash used</b>	<b>11,634</b>	<b>16,517</b>	<b>10,937</b>	<b>11,208</b>	<b>11,369</b>
<b>Net cash from/(used by) operating activities</b>	<b>844</b>	<b>1,513</b>	<b>813</b>	<b>784</b>	<b>765</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment	23	20	-	-	-
<b>Total cash received</b>	<b>23</b>	<b>20</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant and equipment	404	3,228	800	800	800
<b>Total cash used</b>	<b>404</b>	<b>3,228</b>	<b>800</b>	<b>800</b>	<b>800</b>
<b>Net cash from/(used by) investing activities</b>	<b>(381)</b>	<b>(3,208)</b>	<b>(800)</b>	<b>(800)</b>	<b>(800)</b>
<b>FINANCIAL ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations-contributed equity	-	2,528	-	-	-
<b>Total cash received</b>	<b>-</b>	<b>2,528</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Capital use charge paid	171	-	-	-	-
<b>Total cash used</b>	<b>171</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash from/(used by) financing activities</b>	<b>(171)</b>	<b>2,528</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net increase in cash held</b>	<b>292</b>	<b>833</b>	<b>13</b>	<b>(16)</b>	<b>(35)</b>
Cash at the beginning of the reporting period	748	1,040	1,873	1,886	1,870
<b>Cash at end of reporting period</b>	<b>1,040</b>	<b>1,873</b>	<b>1,886</b>	<b>1,870</b>	<b>1,835</b>

**Table 3.4: Departmental Capital Budget Statement**

	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
<b>CAPITAL APPROPRIATIONS</b>					
Total equity injections	-	2,528	-	-	-
Appropriation of previous year's carryover	-	88	-	-	-
<b>Total</b>	<b>-</b>	<b>2,616</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Represented by</b>					
Purchase of non-financial assets	-	2,528	-	-	-
Other	-	88	-	-	-
<b>Total</b>	<b>-</b>	<b>2,616</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>PURCHASE OF NON-CURRENT ASSETS</b>					
Funded by capital appropriations	-	2,528	-	-	-
Funded internally by departmental resources	404	700	750	750	750
<b>Total</b>	<b>404</b>	<b>3,228</b>	<b>750</b>	<b>750</b>	<b>750</b>

## **NOTES TO THE FINANCIAL STATEMENTS**

### **Basis of accounting**

The agency budget statements are prepared in compliance with Australian Accounting Standards, Accounting Guidance Releases and having regard to Statements of Accounting Concepts.

### **Departmental**

The resourcing variations from Additional Estimates are the increases in appropriation funding for the Budget Estimate and Framework Review and for Comcover supplementation.

