

NATIONAL CRIME
AUTHORITY

Section 1: Overview, variations and measures

OVERVIEW

The National Crime Authority (NCA) is an independent statutory authority with the primary goal of countering complex crime on a national basis. The role and functions are established in the *National Crime Authority Act 1984*. These functions include the collection, analysis and dissemination of criminal intelligence, the investigation of relevant criminal activities, the establishment of taskforces and the coordination of investigations by taskforces. From its investigations, the NCA is required to assemble admissible evidence of offences for the purposes of prosecutorial authorities and, where appropriate, make recommendations to appropriate Ministers for the reform of laws or administrative practices.

The majority of the NCA's investigations relate to matters referred to it by Commonwealth and/or State and Territory Ministers via references. The NCA may employ certain special powers in investigations undertaken pursuant to such references.

The NCA is currently undertaking a new direction to investigate the more serious and complex, national organised crime. This has seen the agency concentrate its resources upon fewer investigations but of a longer and more intricate nature; targeting those at the pinnacle of criminal organisations.

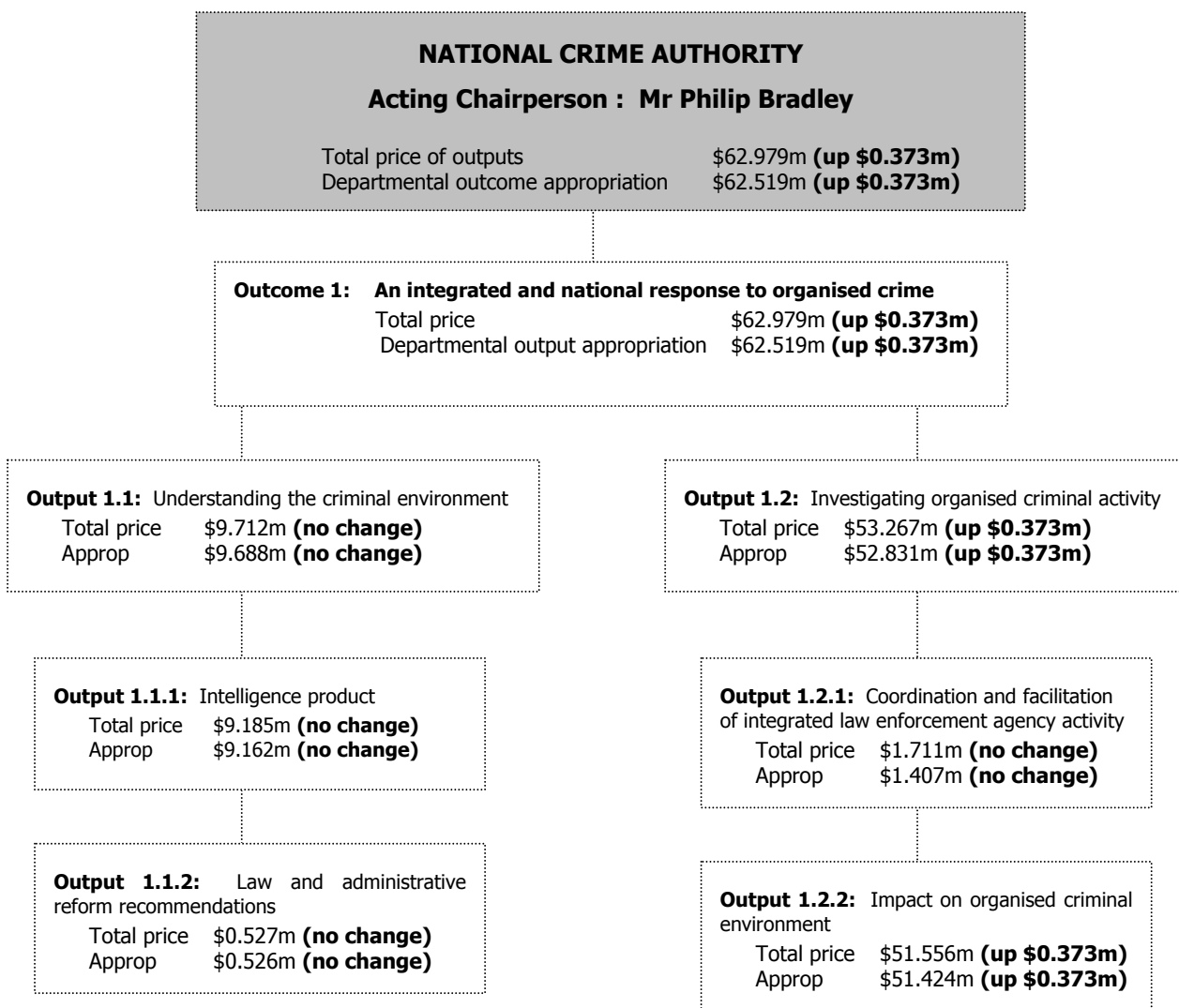
The NCA works in partnership with all Australian law enforcement agencies in pursuit of the Government's outcome of an integrated and national response to organised crime which minimises the impact of crime on Australian society.

The NCA is to be replaced by the Australian Crime Commission (ACC) from 1 January 2003. The Australian Crime Commission Establishment Bill 2002 has passed both Houses of Parliament and is awaiting Royal Assent. Funding appropriated to the NCA will be transferred to the ACC from January 1, 2003.

APPROPRIATIONS

The total revised appropriation for the NCA for 2002-03 is \$62.519m. The NCA does not have any administered expenses.

Map 2.1: Outcome and output groups



ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES**Additional Estimates and Variations to Outcomes – Other Variations to Appropriations**

	2002–03 (\$'000)	2003–04 (\$'000)	2004–05 (\$'000)	2005–06 (\$'000)
Outcome 1				
An integrated and national response to organised crime				
Agency Banking Incentive Scheme Adjustment	182	182	182	182
Capital Use Charge	191	99	(25)	(25)
Total	373	281	157	157

Explanation of Variations**Departmental****Agency Banking Incentive Scheme**

An additional \$0.182m will be provided in 2002–03 (and subsequent years) in relation to the Agency Banking Incentive Scheme to adjust appropriations for the difference between the estimated interest income and the actual interest income earned on cash holdings.

Capital Use Charge

An additional \$0.191m will be provided in 2002–03 for the Capital Use Charge as a result of adjustments made to the Department's budgeted 2002–03 statement of financial position following the completion of the 2001–02 audited financial statements. This amount will decline in the 2003–04 and subsequent years due to predicted changes in the Agency's net assets.

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL**Table 1.2: Appropriation Bill (No. 3) 2002–03**

	Actual 2001–02 \$'000	Budget 2002–03 \$'000	Revised 2002–03 \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
DEPARTMENTAL OUTPUTS					
Outcome 1					
An integrated and national response to organised crime	58,947	62,146	62,519	373	-
Total	58,947	62,146	62,519	373	-

SUMMARY OF STAFFING CHANGES**Table 1.4: Average staffing level (ASL)**

	Budget 2002–03	Revised 2002–03	Variation
Outcome 1			
An integrated and national response to organised crime	265	265	-
Total	265	265	-

Section 2: Revisions to outcomes and outputs

There have been no changes to the performance information for NCA's outcome and outputs as a direct result of Additional Estimates, variations and measures.

Section 3: Budgeted Financial Statements

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

	Actual 2001–02 \$'000	Revised Budget 2002–03 \$'000	Forward Estimate 2003–04 \$'000	Forward Estimate 2004–05 \$'000	Forward Estimate 2005–06 \$'000
Revenues from ordinary activities					
Revenues from government	58,947	62,519	50,470	51,798	52,061
Other	1,067	460	470	480	490
Total revenues from ordinary activities	60,014	62,979	50,940	52,278	52,551
Expenses from ordinary activities (excluding borrowing costs expense)					
Employees	19,897	22,894	18,245	18,945	19,581
Suppliers	19,948	22,588	18,002	18,195	18,281
Depreciation and amortisation	2,641	2,888	3,055	3,181	2,245
Other	12,696	13,684	10,763	11,124	11,615
Total expenses from ordinary activities (excluding borrowing costs expense)	55,182	62,054	50,065	51,445	51,722
Borrowing costs expense	121	96	46	4	-
Net surplus or (deficit) from ordinary activities	4,711	829	829	829	829
Gain or loss on extraordinary items	-	-	-	-	-
Net surplus or (deficit)	4,711	829	829	829	829
Capital use charge	(1,258)	(829)	(829)	(829)	(829)
Net surplus or (deficit) after capital use charge	3,453	-	-	-	-

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

	Actual 2001–02 \$'000	Revised Budget 2002–03 \$'000	Forward Estimate 2003–04 \$'000	Forward Estimate 2004–05 \$'000	Forward Estimate 2005–06 \$'000
ASSETS					
Financial assets					
Cash	480	1,982	2,080	3,041	2,360
Receivables	1,546	524	525	524	524
Other	4,500	4,500	2,500	2,500	1,500
Total financial assets	6,526	7,006	5,105	6,065	4,384
Non-financial assets					
Land, buildings, infrastructure, plant and equipment	12,461	11,566	11,171	10,776	12,781
Other non financial assets	1,821	1,328	1,168	883	1,133
Total non-financial assets	14,282	12,894	12,339	11,659	13,914
Total assets	20,808	19,900	17,444	17,724	18,298
LIABILITIES					
Debt					
Other debt	1,852	1,203	602	198	128
Cash	-	-	-	-	-
Total debt	1,852	1,203	602	198	128
Provisions and payables					
Employees	7,076	6,987	6,301	6,553	6,684
Suppliers	2,889	3,321	2,153	2,584	3,100
Other	627	25	24	25	22
Total provisions and payables	10,592	10,333	8,478	9,162	9,806
Total liabilities	12,444	11,536	9,080	9,360	9,934
EQUITY					
Capital	2,466	2,466	2,466	2,466	2,466
Reserves	1,834	1,834	1,834	1,834	1,834
Current Result	3,453	-	-	-	-
Accumulated surpluses or (deficits)	611	4,064	4,064	4,064	4,064
Total equity	8,364	8,364	8,364	8,364	8,364
Liabilities and equity	20,808	19,900	17,444	17,724	18,298
Current liabilities	10,252	10,272	8,261	8,508	9,065
Non-current liabilities	2,192	1,264	819	852	869
Current assets	6,882	7,006	5,104	6,065	4,384
Non-current assets	13,926	12,894	12,340	11,659	13,914

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

	Actual 2001–02 \$'000	Revised Budget 2002–03 \$'000	Forward Estimate 2003–04 \$'000	Forward Estimate 2004–05 \$'000	Forward Estimate 2005–06 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations for outputs	58,893	62,519	50,470	51,798	52,061
Other	3,718	5,109	3,346	3,412	3,479
Total cash received	62,611	67,628	53,816	55,210	55,540
Cash used					
Employees	19,823	22,983	18,931	18,693	19,450
Suppliers	35,976	40,191	32,881	31,889	32,442
Total cash used	55,799	63,174	51,812	50,582	51,892
Net cash from operating activities	6,812	4,454	2,004	4,628	3,648
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	56	-	-	-	-
Tied Funding Preservation	-	-	2,000	-	1,000
Total cash received	56	-	2,000	-	1,000
Cash used					
Purchase of property, plant and equipment	6,191	1,500	2,500	2,500	4,500
Tied Funding Preservation	4,500	-	-	-	-
Total cash used	10,691	1,500	2,500	2,500	4,500
Net cash from investing activities	(10,635)	(1,500)	(500)	(2,500)	(3,500)
FINANCING ACTIVITIES					
Cash received					
Other	3,000	-	-	-	-
Total cash received	3,000	-	-	-	-
Cash used					
Loan repayments	3,312	623	577	338	-
Capital use paid	373	829	829	829	829
Total cash used	3,685	1,717	1,809	1,214	854
Net cash from financing activities	(685)	(1,452)	(1,406)	(1,167)	(829)
Net increase in cash held	(4,508)	1,502	98	961	(681)
Cash at the beginning of the reporting period	4,988	480	1,982	2,080	3,041
Cash at the end of the reporting period	480	1,982	2,080	3,041	2,360

Table 3.4: Departmental Capital Budget Statement

	Actual 2001–02 \$'000	Revised Budget 2002–03 \$'000	Forward Estimate 2003–04 \$'000	Forward Estimate 2004–05 \$'000	Forward Estimate 2005–06 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	-	-	-	-	-
Total loans	-	-	-	-	-
Represented by:					
Purchase of non-financial assets	-	-	-	-	-
Other	-	-	-	-	-
Total	-	-	-	-	-
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	-	-	-	-	-
Funded internally by departmental resources	6,191	1,500	2,500	2,500	4,500
Total	6,191	1,500	2,500	2,500	4,500

Table 3.5: Departmental Non-financial Assets — Summary of Movement (Budget Year 2002–03)

	Land	Buildings	Total land and buildings	Other infrastructure plant and equipment	Total infrastructure plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount as at start of year	-	3,394	3,394	8,173	8,173	972	12,538
Additions	-	-	-	2,000	2,000	500	2,500
Disposals	-	-	-	-	-	-	-
Revaluation increments	-	-	-	-	-	-	-
Recoverable amount write downs	-	-	-	-	-	-	-
Net transfers free of charge	-	-	-	-	-	-	-
Depreciation/amortisation expenses	-	750	750	1,645	1,645	660	3,055
Write-off of assets	-	-	-	-	-	-	-
Carrying amount at the end of the year	-	2,644	2,644	8,528	8,528	812	11,984
Total Additions							
Self funded	-	-	-	2,000	2,000	500	2,500
Appropriations	-	-	-	-	-	-	-
Total	-	-	-	1,500	1,500	-	1,500

NOTES TO THE FINANCIAL STATEMENTS

Revenues from Government

Budget estimates for 2002–03 are predicated on the NCA operating revenue being fully aligned to receipts from government.

Cash

The agency's cash reserves deteriorated in 2001–02 due to:

- The agency's self-financing of co-location with the AFP in Melbourne which was completed in May 2002.
- The agency incurring a significant unbudgeted "Act of Grace Payment" in the 2001–02 financial year.

Depreciation and Amortisation

Depreciation and amortisation is projected to increase substantially, reflecting significant capital investments by the agency.

APPENDIX 1

Receipts from independent sources

	Budget Estimate 2002-03 \$'000	Revised Estimate 2002-03 \$'000
DEPARTMENTAL REVENUE		
Sales of goods and services	25	25
Interest	20	20
Resources received free of charge	47	47
Other	368	368
Total Non-Appropriation Departmental Revenue	460	460