

AUSTRALIAN FEDERAL POLICE

Section 1: Agency overview and resources

1.1 STRATEGIC DIRECTION

The strategic direction statement for the Australian Federal Police (AFP) can be found in the 2009–10 Portfolio Budget Statements. There has been no change to the AFP's strategic direction as a result of additional estimates.

1.2 AGENCY RESOURCE STATEMENT

The agency resource statement details the resourcing for the AFP at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2009–10 Budget year, including variations through Appropriation Bill Nos 3 and 4 and special accounts.

Table 1.1: Agency resource statement—additional estimates for 2009–10 as at Additional Estimates, November 2009

	Estimate as at Budget 2009–10 (\$'000)	Proposed Additional Estimates 2009–10 (\$'000)	Total estimate at Additional Estimates 2009–10 (\$'000)	Total available appropriation 2008–09 (\$'000)
ORDINARY ANNUAL SERVICES¹				
Departmental appropriation				
Prior year departmental appropriation	252,856	–	252,856	207,820
Departmental appropriation	1,111,837	–	1,111,837	1,005,774
Section 31 relevant agency receipts	268,037	–	268,037	244,834
Total	1,632,730	–	1,632,730	1,458,428
Administered expenses				
Outcome 1	33,522	130	33,652	6,825
Total	33,522	130	33,652	6,825
Total ordinary annual services	A 1,666,252	130	1,666,382	1,465,253
OTHER SERVICES²				
Departmental non-operating				
Equity injections	313,861	–	313,861	182,085
Previous years' outputs	3,084	1,525	4,609	–
Total	316,945	1,525	318,470	182,085
Total other services	B 316,945	1,525	318,470	182,085
Total available annual appropriations	1,983,197	–	1,983,197	1,647,338
Total appropriations excluding special accounts	1,983,197	–	1,983,197	1,647,338
SPECIAL ACCOUNTS				
Opening balance	5,841	–	5,841	4,323
Appropriation receipts	1,521	–	1,521	1,521
Non-appropriation receipts to special accounts	6,646	–	6,646	9,115
Total special accounts	C 14,008	–	14,008	14,959
Total resourcing (A+B+C)	1,997,205	1,655	1,998,860	1,662,297
Less appropriations drawn from annual or special appropriations above and credited to special accounts and/or CAC Act bodies through annual appropriations	1,521	–	1,521	1,521
Total net resourcing for agency	1,995,684	1,655	1,997,339	1,660,776

All figures are GST exclusive.

1. Appropriation Bill (Nos 1 & 3) 2009–10.
2. Appropriation Bill (Nos 2 & 4) 2009–10.

1.3 AGENCY MEASURES SINCE BUDGET

The AFP has no new measures.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

Table 1.4 details additional estimates and variations from indexation and other adjustments.

Table 1.4: Additional estimates and variations to outcomes from other adjustments

	Program impacted	2009–10 (\$'000)	2010–11 (\$'000)	2011–12 (\$'000)	2012–13 (\$'000)
OUTCOME 1					
Decrease in estimates (administered)					
Movement of administered funds	1.6	130	170	–	–
Changes to wage and price indices	All	–	(101)	(170)	(82)
Net impact on estimates for Outcome 1 (administered)		130	69	(170)	(82)
Increase in estimates (departmental)					
Creation of forward estimate 3 adjustment	All	–	–	–	33,528
Decrease in estimates (departmental)					
Gershon (ICT) Review Phase 2	All	–	(5,636)	(5,381)	(5,484)
Changes to wage and price indices	All	–	(3,791)	(6,688)	(7,877)
Australian Federal Police—increase to the criminal history check fee	All	–	(362)	(365)	(368)
Net impact on estimates for Outcome 1 (departmental)		–	(9,789)	(12,434)	19,799

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the additional estimates sought for the AFP through Appropriation Bill Nos 3 and 4.

Table 1.5: Appropriation Bill (No. 3) 2009–10

	2008–09 Available (\$'000) ¹	2009–10 Budget (\$'000)	2009–10 Revised (\$'000)	Additional Estimates (\$'000)	Reduced Estimates (\$'000)
ADMINISTERED ITEMS					
Outcome 1					
The safety and security of Australians and Australian interests, both nationally and internationally, through the investigation and prevention of crime against the Commonwealth	7,652	33,522	33,652	130	–
Total	7,652	33,522	33,652	130	–
DEPARTMENTAL PROGRAMS					
Outcome 1					
The safety and security of Australians and Australian interests, both nationally and internationally, through the investigation and prevention of crime against the Commonwealth	1,001,761	1,111,837	1,111,837	–	–
Total	1,001,761	1,111,837	1,111,837	–	–
Total administered and departmental	1,009,413	1,145,359	1,145,489	130	–

1. Available appropriation for 2008–09 is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

Table 1.6: Appropriation Bill (No. 4) 2009–10

	2008–09 Available (\$'000) ¹	2009–10 Budget (\$'000)	2009–10 Revised (\$'000)	Additional Estimates (\$'000)	Reduced Estimates (\$'000)
Non-operating					
Equity injections	127,336	51,915	–	–	–
Previous years' programs	–	3,084	4,609	1,525	–
Total non-operating	127,336	54,999	4,609	1,525	–
Total	127,336	54,999	4,609	1,525	–

1. Available appropriation for 2008–09 is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

Section 2: Revisions to agency resources and planned performance

2.1 OUTCOMES AND PERFORMANCE INFORMATION

There are no changes to the AFP's outcome and performance information as reported in the 2009-10 Portfolio Budget Statements.

Outcome 1

Outcome strategy

There are no changes to the strategy for Outcome 1 as reported in the 2009-10 Portfolio Budget Statements.

Budgeted expenses and resources for Outcome 1

Table 2.1 provides an overview of the revised total expenses for Outcome 1 by program.

Table 2.1: Budgeted expenses and resources for Outcome 1

Outcome 1: The safety and security of Australians and Australian interests, both nationally and internationally, through the investigation and prevention of crime against the Commonwealth.	2008–09 Actual expenses (\$'000)	2009–10 Revised estimated expenses (\$'000)
Program 1.1: Criminal investigations		
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	168,802	182,555
Revenues from independent sources (section 31)	2,536	1,962
Special accounts	3,039	2,096
Expenses not requiring appropriation in the Budget year ¹	13	69
Total for Program 1.1	174,390	186,682
Program 1.2: Close operational support		
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	231,423	239,484
Revenues from independent sources (section 31)	9,062	5,047
Special accounts	6,079	4,550
Expenses not requiring appropriation in the Budget year ¹	17	68
Total for Program 1.2	246,581	249,149
Program 1.3: Protection services		
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	135,227	136,804
Revenues from independent sources (section 31)	52,284	55,110
Expenses not requiring appropriation in the Budget year ¹	12	68
Total for Program 1.3	187,523	191,982
Program 1.4: International deployment services		
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	245,007	310,631
Revenues from independent sources (section 31)	24,527	35,414
Expenses not requiring appropriation in the Budget year ¹	20	68
Total for Program 1.4	269,554	346,113
Program 1.5: Aviation services		
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	225,315	242,363
Revenues from independent sources (section 31)	6,838	6,616
Expenses not requiring appropriation in the Budget year ¹	16	68
Total for Program 1.5	232,169	249,047
Program 1.6: International police development		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	6,735	33,531
Total for Program 1.6	6,735	33,531
Program 1.7: Other administered		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	90	121
Total for Program 1.7	90	121

Table 2.1: Budgeted expenses and resources for Outcome 1 (continued)

Outcome 1: The safety and security of Australians and Australian interests, both nationally and internationally, through the investigation and prevention of crime against the Commonwealth.	2008–09 Actual expenses (\$'000)	2009–10 Revised estimated expenses (\$'000)
Outcome 1 totals by appropriation type		
Administered expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	6,825	33,652
Departmental expenses		
Ordinary annual services (Appropriation Bill Nos 1 & 3)	1,005,774	1,111,837
Revenues from independent sources (section 31)	95,247	104,149
Special accounts	9,118	6,646
Expenses not requiring appropriation in the Budget year ¹	78	341
Total expenses for Outcome 1	1,117,042	1,256,625
	2008–09	2009–10
Average staffing level (number)	5,323	5,406

Note: Allocation of departmental expenses to programs is notional and based on attribution models maintained by the AFP.

1. Includes resources received free of charge and expenses funded from unspent prior year appropriations.

Outcome 2

There are no changes to the strategy or budgeted expenses and resources for Outcome 2 as reported in the 2009–10 Portfolio Budget Statements.

Section 3: Explanatory tables and budgeted financial statements

3.1.1 Estimates of special account flows

Table 3.1.1 (Estimates of special account flows) is not required because there are no changes to the estimates for the AFP's special accounts as reported in the 2009–10 Portfolio Budget Statements.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

Changes to departmental and administered budgeted financial statements since the Portfolio Budget Statements in 2009–10 include actual financial results for 2008–09, movement of administered funds and indexation updates.

3.2.2 Budgeted financial statements tables

Departmental

Table 3.2.1: Budgeted departmental comprehensive income statement (showing net cost of services) for the period ended 30 June

	Actual 2008–09 (\$'000)	Revised budget 2009–10 (\$'000)	Forward estimate 2010–11 (\$'000)	Forward estimate 2011–12 (\$'000)	Forward estimate 2012–13 (\$'000)
EXPENSES					
Employee benefits	736,662	793,256	780,462	789,180	812,676
Suppliers	435,872	499,771	419,139	424,101	436,207
Depreciation and amortisation	65,298	62,217	82,858	97,818	109,076
Write-down and impairment of assets	3,950	43	43	43	43
Losses from asset sales	82	–	–	–	–
Finance costs	594	–	–	–	596
Other	–	6,181	6,181	2,931	929
Total expenses	1,242,458	1,361,468	1,288,683	1,314,073	1,359,527
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	228,754	243,667	240,856	245,866	251,075
Other revenue	7,323	–	–	–	–
Total revenue	236,077	243,667	240,856	245,866	251,075
Gains					
Other gains	372	5,964	5,964	5,964	6,038
Total gains	372	5,964	5,964	5,964	6,038
Total own-source income	236,449	249,631	246,820	251,830	257,113
Net cost of (contribution by) services	1,006,009	1,111,837	1,041,863	1,062,243	1,102,414
Appropriation revenue	1,005,774	1,111,837	1,041,863	1,062,243	1,102,414
Deficit before income tax	(235)	–	–	–	–
Income tax expense	312	–	–	–	–
Surplus (deficit) attributable to the Australian Government	(547)	–	–	–	–

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted departmental balance sheet (as at 30 June)

	Actual 2008–09 (\$'000)	Revised budget 2009–10 (\$'000)	Forward estimate 2010–11 (\$'000)	Forward estimate 2011–12 (\$'000)	Forward estimate 2012–13 (\$'000)
ASSETS					
Financial assets					
Cash and cash equivalents	6,926	7,897	8,029	8,161	8,293
Trade and other receivables	557,950	457,876	413,355	332,884	300,050
Other	5,041	5,052	5,063	5,063	5,063
Total financial assets	569,917	470,825	426,447	346,108	313,406
Non-financial assets					
Land and buildings	90,728	197,720	223,132	265,837	269,820
Infrastructure, plant and equipment	130,565	169,759	189,787	241,226	247,874
Inventories	2,929	2,929	2,929	2,929	2,863
Intangibles	23,509	35,075	50,074	46,027	43,244
Other	9,576	9,576	9,576	9,576	9,925
Total non-financial assets	257,307	415,059	475,498	565,595	573,726
Total assets	827,224	885,884	901,945	911,703	887,132
LIABILITIES					
Provisions					
Employees	197,682	207,118	217,618	228,118	237,476
Other	13,114	16,823	16,823	16,823	18,025
Total provisions	210,796	223,941	234,441	244,941	255,501
Payables					
Suppliers	67,342	69,782	72,320	74,959	48,943
Dividends	364	364	364	364	364
Other	5,159	5,159	5,159	5,159	3,678
Total payables	72,865	75,305	77,843	80,482	52,985
Total liabilities	283,661	299,246	312,284	325,423	308,486
Net assets	543,563	586,638	589,661	586,280	578,646
EQUITY					
Parent entity interest					
Contributed equity	531,207	583,122	596,810	604,293	611,406
Reserves	32,902	32,902	32,902	32,902	32,902
Retained surpluses or accumulated deficits	(20,546)	(29,386)	(40,051)	(50,915)	(65,662)
Total parent entity interest	543,563	586,638	589,661	586,280	578,646
Total equity	543,563	586,638	589,661	586,280	578,646
Current assets	582,037	483,330	438,952	358,613	326,194
Non-current assets	245,187	402,554	462,993	553,090	560,938
Current liabilities	253,247	267,161	278,801	290,531	275,410
Non-current liabilities	30,414	32,085	33,483	34,892	33,076

Prepared on Australian Accounting Standards basis.

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

Table 3.2.3: Budgeted departmental statement of cash flows (for the period ended 30 June)

	Actual 2008–09 (\$'000)	Revised budget 2009–10 (\$'000)	Forward estimate 2010–11 (\$'000)	Forward estimate 2011–12 (\$'000)	Forward estimate 2012–13 (\$'000)
OPERATING ACTIVITIES					
Cash received					
Goods and services	244,834	268,037	265,377	270,763	275,013
Appropriations	996,765	1,221,380	1,086,385	1,142,714	1,135,937
Other	27,979	24,299	18,356	18,426	16,986
Total cash received	1,269,578	1,513,716	1,370,118	1,431,903	1,427,936
Cash used					
Employees	716,539	783,819	769,962	778,680	803,318
Suppliers	459,861	543,165	453,569	458,864	498,999
Cash to Official Public Account	38,891	8,840	10,665	10,864	14,747
Other	241	11,472	6,181	2,931	929
Total cash used	1,215,532	1,347,296	1,240,377	1,251,339	1,317,993
Net cash from (used by) operating activities	54,046	166,420	129,741	180,564	109,943
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	124	–	–	–	–
Total cash received	124	–	–	–	–
Cash used					
Purchase of property, plant and equipment	78,811	219,969	143,297	187,915	116,924
Other	113	–	–	–	–
Total cash used	78,924	219,969	143,297	187,915	116,924
Net cash from (used by) investing activities	(78,800)	(219,969)	(143,297)	(187,915)	(116,924)
FINANCING ACTIVITIES					
Cash received					
Appropriations—contributed equity	23,737	51,915	13,688	7,483	7,113
Total cash received	23,737	51,915	13,688	7,483	7,113
Net cash from (used by) financing activities	23,737	51,915	13,688	7,483	7,113
Net increase (decrease) in cash held	(1,017)	(1,634)	132	132	132
Cash at the beginning of the reporting period	7,943	9,531	7,897	8,029	8,161
Cash at the end of the reporting period	6,926	7,897	8,029	8,161	8,293

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Departmental statement of changes in equity—summary of movement (Budget year 2009–10)

	Retained earnings (\$'000)	Asset revaluation reserve (\$'000)	Contributed equity/capital (\$'000)	Total equity (\$'000)
Opening balance as at 1 July 2009				
Balance carried forward from previous period	(20,546)	32,902	531,207	543,563
Income and expenses				
Surplus (deficit) for the period	–	–	–	–
Total income and expenses	–	–	–	–
Transactions with owners				
Amount (to)/from Official Public Account				
Cash transfers to Official Public Account	(8,840)	–	–	(8,840)
Contribution by owners				
Appropriation (equity injection)	–	–	44,087	44,087
Other	–	–	7,828	7,828
Sub-total transactions with owners	(8,840)	–	51,915	43,075
Estimated closing balance as at 30 June 2010	(29,386)	32,902	583,122	586,638

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Departmental capital budget statement

There has been no change to the AFP's departmental capital budget as a result of additional estimates.

Table 3.2.6: Statement of departmental asset movements (2009–10)

There has been no change to the AFP's departmental asset movements as a result of additional estimates.

Table 3.2.7: Capital budget statement—reconciliation of heritage and cultural asset funding

This table is not applicable to the AFP because it is not a designated collecting institution.

Administered

Table 3.2.8: Schedule of budgeted income and expenses administered on behalf of government (for the period ended 30 June)

	Actual 2008–09 (\$'000)	Revised budget 2009–10 (\$'000)	Forward estimate 2010–11 (\$'000)	Forward estimate 2011–12 (\$'000)	Forward estimate 2012–13 (\$'000)
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Total income administered on behalf of government	-	-	-	-	-
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Suppliers	6,825	33,652	25,952	24,591	10,384
Total expenses administered on behalf of government	6,825	33,652	25,952	24,591	10,384

Prepared on Australian Accounting Standards basis.

Table 3.2.9: Schedule of budgeted assets and liabilities administered on behalf of government (as at 30 June)

	Actual 2008–09 (\$'000)	Revised budget 2009–10 (\$'000)	Forward estimate 2010–11 (\$'000)	Forward estimate 2011–12 (\$'000)	Forward estimate 2012–13 (\$'000)
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Taxation receivables	163	163	163	163	163
Total financial assets	163	163	163	163	163
Non-financial assets					
Other	8	8	8	8	8
Total non-financial assets	8	8	8	8	8
Total assets administered on behalf of government	171	171	171	171	171
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Suppliers	2,001	2,001	2,001	2,001	2,001
Total payables	2,001	2,001	2,001	2,001	2,001
Total liabilities administered on behalf of government	2,001	2,001	2,001	2,001	2,001

Prepared on Australian Accounting Standards basis.

Table 3.2.10: Schedule of budgeted administered cash flows (for the period ended 30 June)

	Actual 2008–09 (\$'000)	Revised budget 2009–10 (\$'000)	Forward estimate 2010–11 (\$'000)	Forward estimate 2011–12 (\$'000)	Forward estimate 2012–13 (\$'000)
OPERATING ACTIVITIES					
Cash received					
Net GST received	157	–	–	–	–
Total cash received	157	–	–	–	–
Cash used					
Suppliers	5,152	33,652	25,952	24,591	10,384
Total cash used	5,152	33,652	25,952	24,591	10,384
Net cash from (used by) operating activities	(4,995)	(33,652)	(25,952)	(24,591)	(10,384)
Net increase (decrease) in cash held	(4,995)	(33,652)	(25,952)	(24,591)	(10,384)
Cash at the beginning of the reporting period	–	–	–	–	–
Cash to Official Public Account for:					
– appropriations	(164)	–	–	–	–
Cash from Official Public Account for:					
– appropriations	5,159	33,652	25,952	24,591	10,384
Cash at the end of the reporting period	–	–	–	–	–

Prepared on Australian Accounting Standards basis.

3.2.3 Notes to the financial statements

Basis of accounting

The budgeted financial statements have been prepared on an accrual basis, in accordance with historical cost convention and consistent with Australian Accounting Standards.

Departmental

Revenue from government

Amounts appropriated are recognised as revenue, except for certain amounts that relate to activities that are reciprocal in nature, in which case revenue is recognised only when it has been earned. Appropriations receivable are recognised at their nominal amounts.

Employee expenses

Employee expenses consist of salaries, leave entitlements, redundancy expenses, superannuation and non-salary benefits.

Supplier expenses

Supplier expenses consist of administrative costs, consultants' costs, travel expenses and property operating expenses.

Cash

Cash includes notes and coins held and any deposits held at call with a bank or other financial institution.

Assets

Assets are made up of cash, receivables, leasehold improvements, and plant and equipment. All assets are held at fair value.

Liabilities

Liabilities are made up of employee salary and leave entitlement, property lease make-good provisions and amounts owed to creditors.

Administered

Revenues

All administered revenues relate to the core operating activities performed by the AFP on behalf of the Australian Government.

Supplier expenses

Supplier expenses consist of administrative costs, consultants' costs, travel expenses and property operating expenses.