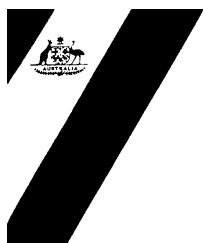


CrimTrac Agency

Achieving a Just & Secure Society



INDEPENDENT AUDIT REPORT

To the Minister for Justice and Customs

Scope

I have audited the financial statements of the CrimTrac Agency for the year ended 30 June 2001. The financial statements comprise:

- statement by the Chief Executive;
- statements of Financial Performance, Financial Position and Cashflows;
- schedules of Contingencies and Commitments;
- Notes to and forming part of the Financial Statements.

The CrimTrac Agency's Chief Executive is responsible for the preparation and presentation of the financial statements and the information they contain. I have conducted an independent audit of the financial statements in order to express an opinion on them to you.

The audit has been conducted in accordance with the Australian National Audit Office Auditing Standards, which incorporate the Australian Auditing Standards, to provide reasonable assurance as to whether the financial statements are free of material misstatement. Audit procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance with Australian Accounting Standards, other mandatory professional reporting requirements and statutory requirements in Australia so as to present a view of the Department which is consistent with my understanding of its financial position, its operations and its cash flows.

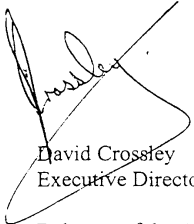
The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In my opinion,

- (i) the financial statements have been prepared in accordance with Schedule 1 of the Financial Management and Accountability (Financial Statements 2000-2001) Orders;
- (ii) the financial statements give a true and fair view, in accordance with applicable Accounting Standards, other mandatory professional reporting requirements and Schedule 1 of the Financial Management and Accountability (Financial Statements 2000-2001) Orders, of the financial position of the CrimTrac Agency as at 30 June 2001 and the results of its operations and its cash flows for the year then ended.

Australian National Audit Office



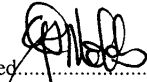
David Crossley
Executive Director

Delegate of the Auditor-General

Canberra
15 August 2001

**The CrimTrac Agency
Statement by the Chief Executive**

In my opinion, the attached financial statements give a true and fair view of the matters required by Schedule 1 to the Financial Management and Accountability (Financial Statements 2000-2001) Orders made under section 63 of the *Financial Management and Accountability Act 1997*.

Signed 

John D Mobbs
Chief Executive

15th August 2001

THE CRIMTRAC AGENCY
STATEMENT OF FINANCIAL PERFORMANCE
for the period ended 30 June 2001-

	Notes	2000-01 \$'000	1999-00 \$'000
Revenues from ordinary activities			
Revenues from government	3A	12,618	0
Sales of goods and services	3B	14,652	0
Proceeds from disposals of assets	3C	85	0
Other	3D	8,701	0
<i>Total revenues from ordinary activities</i>		<u>36,056</u>	<u>0</u>
Expenses from ordinary activities			
Employees	4A	4,370	0
Suppliers	4B	17,302	0
Depreciation and amortisation	4C	1,481	0
Disposal of assets	3C	92	0
<i>Total expenses from ordinary activities</i>		<u>23,245</u>	<u>0</u>
Net operating surplus (deficit) from ordinary activities		<u>12,811</u>	<u>0</u>
Net surplus (deficit)	18	<u>12,811</u>	<u>0</u>
Equity interests			
Net surplus (deficit) attributable to the Commonwealth		<u>12,811</u>	<u>0</u>
Total revenues, expenses and valuation adjustments recognised directly in equity			
		<u>0</u>	<u>0</u>
Total changes in equity other than those resulting from transactions with owners as owners			
		<u>12,811</u>	<u>0</u>

The above statement should be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS

THE CRIMTRAC AGENCY
STATEMENT OF FINANCIAL POSITION
as at 30 June 2001

	Notes	2000-01 \$'000	1999-00 \$'000
ASSETS			
Financial Assets			
Cash		8,877	0
Receivables	5A	1,599	0
Total financial assets		<u>10,476</u>	<u>0</u>
Non - Financial Assets			
Infrastructure, plant and equipment	6A,B	4,483	0
Intangibles	6B,C	36	0
Other	6D	100	0
Total non-financial assets		<u>4,619</u>	<u>0</u>
Total assets		<u>15,095</u>	<u>0</u>
LIABILITIES			
Provisions			
Employees	7A	710	0
Total provisions		<u>710</u>	<u>0</u>
Payables			
Suppliers	8A	2,255	0
Total payables		<u>2,255</u>	<u>0</u>
Total liabilities		<u>2,965</u>	<u>0</u>
EQUITY			
Parent entity interest			
Accumulated surpluses (deficits)		12,130	0
Total parent entity interest	9A	<u>12,130</u>	<u>0</u>
Total equity		<u>12,130</u>	<u>0</u>
Current liabilities		2,662	0
Non-current liabilities		303	0
Current assets		10,576	0
Non-current assets		<u>4,519</u>	<u>0</u>

The above statement should be read in conjunction with the accompanying notes.

THE CRIMTRAC AGENCY
STATEMENT OF CASH FLOWS
for the period ending 30 June 2001

	Notes	2000-01 \$'000	1999-00 \$'000
OPERATING ACTIVITIES			
Cash received			
Appropriations for outputs		12,554	0
Sales of goods and services		13,053	0
Other income		7,182	0
Total cash received		<u>32,789</u>	<u>0</u>
Cash used			
Employees		3,822	0
Suppliers		15,602	0
Total cash used		<u>19,424</u>	<u>0</u>
Net cash from (used by) operating activities	10	<u>13,365</u>	<u>0</u>
INVESTING ACTIVITIES			
Cash received			
Proceeds from sale of property, plant and equipment		85	0
Total cash received		<u>85</u>	<u>0</u>
Cash used			
Purchase of property, plant and equipment		4,516	0
Purchase of intangibles		57	0
Total cash used		<u>4,573</u>	<u>0</u>
Net cash from (used by) investing activities		<u>(4,488)</u>	<u>0</u>
Net increase / (decrease) in cash held			
Cash at the beginning of the reporting period		0	0
Cash at the end of the reporting period		<u>8,877</u>	<u>0</u>

The above statement should be read in conjunction with the accompanying notes.

THE CRIMTRAC AGENCY
SCHEDULE OF COMMITMENTS

as at 30 June 2001

	Agency	
	2000-01	1999-00
Notes	\$'000	\$'000
BY TYPE		
CAPITAL COMMITMENTS		
Infrastructure, plant and equipment ¹	2,041	0
Total capital commitments	2,041	0
OTHER COMMITMENTS		
Operating leases ²	1,704	0
Other operating commitments ³	724	0
Total other commitments	2,428	0
COMMITMENTS RECEIVABLE		
Net commitments	4,469	0
BY MATURITY		
All net commitments		
One year or less	2,940	0
From one year to five years	1,240	0
Over five years	289	0
Net commitments	4,469	0
Operating Lease Commitments		
One year or less	316	0
From one to five years	1,099	0
Over five years	289	0
Net commitments	1,704	0

NB: Commitments are GST inclusive where relevant.

- Plant and equipment commitments are primarily contracts for purchases of computer equipment for DNA and NAFIS systems.
- Operating leases included are effectively non-cancelable and comprise:
 - leases for office accommodation
 - Lease payments are subject to increase every 2 years;
 - The initial periods of office accommodation are still current and may be renewed for up to 7 years at the Agency's option.
- Other operating commitments are primarily agreements for support services.

The above schedule should be read in conjunction with the accompanying notes.

THE CRIMTRAC AGENCY
SCHEDULE OF CONTINGENCIES

as at 30 June 2001

	Agency	
	2000-01	1999-00
Notes	\$'000	\$'000
CONTINGENT LOSSES		
Total contingent losses	0	0
CONTINGENT GAINS		
Net contingencies	0	0

As at 30 June 2001 the Agency has no contingent gains or losses and there are no remote or unquantifiable contingencies that require separate disclosure.

The above schedule should be read in conjunction with the accompanying notes.

THE CRIMTRAC AGENCY
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the Year Ended 30 June 2001

Note	Description
1	Summary of Significant Accounting Policies
2	Events Occurring After Balance Date
3	Operating Revenues
4	Operating Expenses
5	Financial Assets
6	Non-Financial Assets
7	Provisions
8	Payables
9	Equity
10	Cash Flow Reconciliation
11	Executive Remuneration
12	Remuneration of Auditors
13	Average Staffing Levels
14	Act of Grace Payments, Waivers and Defective Administration Scheme
15	Financial Instruments
16	Reporting of Outcomes
17	Appropriations
18	Operating Surplus

1. Summary of Significant Accounting Policies

1.1 CrimTrac Establishment

The establishment of the CrimTrac inter-governmental agreement resolved to terminate the National Exchange of Police Information (NEPI) inter-governmental agreement from 30 June 2000 and transfer net assets to the CrimTrac Agency.

On 1 July 2000 CrimTrac became an Executive Agency under the *Public Service Act 1999*. As a result the net assets of NEPI were transferred to the CrimTrac Agency and are disclosed as revenue in the Statement of Financial Performance and note 3D.

In addition, the following assets and liabilities were transferred from the Attorney General's Department on 1 July 2000:

Assets	
Infrastructure plant and equipment	14,550.54
Total assets transferred	14,550.54
Liabilities	
Provision for Recreation Leave – current	12,324.48
Provision for Recreation Leave – non current	6,932.52
Provision for Long Service Leave – current	366.00
Provision for Long Service Leave – non current	10,091.00
Accounts Payable	665,773.47
Total liabilities transferred	695,487.47
Net liabilities transferred to CrimTrac	680,936.93

The net liabilities transferred to the CrimTrac Agency has been disclosed as a restructure in transfer in note 9A.

1.2 The Agency Overview

The function of the CrimTrac Agency is to implement the following initiatives:

- a new National Automated Fingerprint Identification System (NAFIS);
- a National DNA Criminal Investigation System;
- a National Child Sex Offender System;
- the provision of rapid access to operational policing data;
- other emerging policing requirements across jurisdictions; and
- performance of administrative functions required to fulfil the CrimTrac Inter-Governmental Agreement objectives and obligations.

The Agency is structured to meet the following outcome:

Intimate support for and enhancement of a national law enforcement and crime prevention environment, through the specification, development, delivery and maintenance of modern, high-quality electronic police information services and investigative tools. This includes the provision of criminal history checks to accredited agencies.

1.3 Basis of Accounting

The financial statements have been prepared pursuant to Section 49 of the *Financial Management and Accountability Act 1997* and are a general-purpose financial report.

The statements have been prepared in accordance with:

- Schedule 1 to the Financial Management and Accountability (Financial Statements 2000-2001) Orders made under Section 63 of the *Financial Management and Accountability Act 1997*;
- Australian Accounting Standards and Accounting Interpretations issued by the Australian Accounting Standards Board;
- other authoritative pronouncements of the Boards; and
- Consensus Views of the Urgent Issues Group.

The statements have been prepared having regard to:

- Statements of Accounting Concepts; and
- the Explanatory Notes to Schedule 1, and Guidance Notes issued by the Department of Finance and Administration.

The Statements of Financial Performance and Financial Position have been prepared on an accrual basis and are in accordance with historical cost convention. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position.

Assets and liabilities are recognised in the Agency Statement of Financial Position when and only when it is probable that future economic benefits will flow and the amount of the assets or liabilities can be reliably measured. Assets and liabilities arising under agreements equally proportionately unperformed are however not recognised unless required by an Accounting Standard. Liabilities and assets which are unrecognised are reported in the Schedule of Commitments and the Schedule of Contingencies.

Revenues and expenses are recognised in the Agency Statement of Financial Performance when and only when the flow or consumption or loss of economic benefits has occurred and can be reliably measured.

The continued existence of the Agency in its present form, and with its present programs, is dependent on Commonwealth Government policy and the support of state and territory police jurisdictions and accredited agencies.

1.4 Revenue

The revenues described in this Note are revenues relating to the core operating activities of the Agency.

(a) Revenues from Government – Agency Appropriations

Appropriations for agency output are recognised as revenue to the extent that the appropriations are received into the Agency's bank account or are entitled to be received by the Agency at year end.

(b) Resources Received Free of Charge

Services received free of charge are recognised as revenue when and only when a fair value can be reliably determined and the services would have been purchased if they had not been donated. Use of those resources is recognised as an expense.

(c) Other Revenue

Revenue from the sale of goods and services is recognised upon the delivery of goods and services to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from the disposal of non-current asset is recognised when control of the asset has passed to the buyer.

The transfer of net assets from the closure of the NEPI is recognised as revenue on a net basis including funds received into the Agency's bank account.

1.5 Employee Entitlements

(a) Leave

The liability for employee entitlements includes provisions for annual leave and long service leave. No provision has been made for sick leave as all sick leave is non-vesting and the average sick leave taken in future years by employees of the Agency is estimated to be less than the annual entitlement for sick leave.

The liability for annual leave reflects the value of total annual leave entitlements of all employees as at 30 June 2001 and is recognised at the nominal amount.

The non-current portion of the liability for long service leave is recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees as at 30 June 2001. In determining the present value of the liability, the Agency has taken into account attrition rates and pay increases through promotion and inflation.

(b) Superannuation

Staff of the Agency contribute to the Commonwealth Superannuation Scheme and the Public Sector Superannuation Scheme. Employer contributions amounting to \$224,655 in relation to these schemes have been expensed in these financial statements.

No liability for superannuation is recognised as at 30 June 2001 as the employer contributions fully extinguish the accruing liability, which is assumed by the Commonwealth.

Employer Superannuation Productivity Benefit contributions totalled \$28,128.

1.6 Leases

A distinction is made between finance leases which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased non-current assets and operating leases under which the lessor effectively retains substantially all such risks and benefits.

Where a non-current asset is acquired by means of a finance lease, the asset is capitalised at the present value of minimum lease payments at the inception of the lease and a liability recognised for the same amount. Leased assets are amortised over the period of the lease. Lease payments are allocated between the principal component and the interest expense. The agency has not entered into any finance leases to date.

Operating lease payments are expensed on a basis which is representative of the pattern of benefits derived from the leased asset. The net present value of future net outlays in respect of surplus space under non-cancellable lease agreements is expensed in the period in which the space becomes surplus.

Lease incentives taking the form of 'free' leasehold improvements and rent holidays are recognised as liabilities. These liabilities are reduced by allocating lease payments between rental expense and reduction of the liability.

1.7 Cash

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

1.8 Financial Instruments

Accounting policies for financial instruments are stated at note 15.

1.9 Acquisition of Assets

Assets are recorded at cost on acquisition except as stated below. The cost of acquisition includes the fair value of assets transferred in exchange and liabilities undertaken.

Assets acquired at no cost, or for nominal consideration, are initially recognised as assets and revenues at their fair value at the date of acquisition, unless acquired as a consequence of a restructuring administrative arrangements. In the latter case, the assets are initially recognised as contributions by owners at the amounts at which they were recognised in the transferor agency’s accounts immediately prior to the restructuring.

1.10 Property (Land, Buildings and Infrastructure), Plant and Equipment

Asset Recognition Threshold

Purchases of property, plant and equipment are recognised initially at cost in the Statement of Financial Position, except for purchases costing less than \$2,000, which are expensed in the year of acquisition (other than where they form part of a group of similar items which are significant in total).

Recoverable Amount Test

Schedule 1 requires the application of the recoverable amount test to agency non-current assets in accordance with AAS 10 *Recoverable Amount of Non-Current Assets*. The carrying amounts of these non-current assets have been reviewed to determine whether they are in excess of their recoverable amounts. In assessing recoverable amounts, the relevant cash flows have been discounted to their present value.

Depreciation and Amortisation

Depreciable property, plant and equipment assets are written-off to their estimated residual values over their estimated useful lives to the Agency using, in all cases, the straight line method of depreciation. Leasehold improvements are amortised on a straight-line basis over the lesser of the estimated useful life of the improvements or the unexpired period of the lease.

Depreciation/amortisation rates (useful lives) and methods are reviewed at each balance date and necessary adjustments are recognised in the current, or future reporting periods, as appropriate. Residual values are re-estimated for a change in prices only when assets are revalued.

Depreciation and amortisation rates applying to each class of depreciable asset are based on the following useful lives:

	2000/2001	1999-2000
Leasehold improvements	Lease term	
Plant and equipment	3-5 years	

The aggregate amount of depreciation and amortisation allocated for each class of asset during the reporting period is disclosed in Note 4C.

1.11 Taxation

The Agency is exempt from all forms of taxation except Fringe Benefits Tax and Goods and Services Tax.

1.12 Foreign Currency

Transactions denominated in a foreign currency are converted at the exchange rate at the date of transaction. Foreign currency receivables and payables are translated into Australian currency at the exchange rates current as at balance date. Associated currency gains and losses are not material.

1.13 Insurance

The Agency has insured for risk through the Government's insurable risk managed fund, called 'Comcover'. Workers compensation is insured through Comcare Australia.

1.14 Comparative Figures

There are no comparative figures included in the financial statements. This is the first year of operations since CrimTrac was established as an Executive Agency under the *Public Service Act 1999*.

1.15 Rounding

Amounts have been rounded to the nearest \$1,000 except in relation to the following:

- act of grace payments and waivers;
- remuneration of executives;
- remuneration of auditors; and
- appropriations.

2. Events Occurring After Balance Date

There are no significant events occurring after balance date, which warrant disclosure, or have to be brought to account in the financial statements.

FINANCIAL STATEMENTS

	2000-01 \$'000	1999-00 \$'000
Note 3 - Operating Revenues		
<u>Note 3A - Revenues from Government</u>		
Appropriations for output	12,554	0
Resources received free of charge	64	0
Total	<u>12,618</u>	<u>0</u>
<u>Note 3B - Sales of Goods and Services</u>		
Services	14,652	0
Total	<u>14,652</u>	<u>0</u>
<u>Note 3C - Proceeds and Expense from Sales of Assets</u>		
Non-financial assets		
Infrastructure, plant and equipment:		
Revenue (proceeds) from sale	85	0
Expense from sale	(92)	0
Total	<u>(7)</u>	<u>0</u>
<u>Note 3D - Other Revenue</u>		
NEPI (net assets transferred to CrimTrac)	8,330	0
Interest	360	0
Other	11	0
	<u>8,701</u>	<u>0</u>

	2000-01 \$'000	1999-00 \$'000
Note 4 - Operating Expenses		
<u>Note 4A - Employee Expenses</u>		
Remuneration (for services provided)	3,525	0
Separation and redundancy	620	0
Total remuneration	<u>4,145</u>	<u>0</u>
Other employee expenses	225	0
Total	<u>4,370</u>	<u>0</u>
<u>Note 4B - Suppliers Expense</u>		
Supply of goods and services	16,902	0
Operating lease rentals	400	0
Total	<u>17,302</u>	<u>0</u>
<u>Note 4C - Depreciation and Amortisation</u>		
Depreciation of property, plant and equipment	1,481	0
Total	<u>1,481</u>	<u>0</u>
The aggregate amounts of depreciation or amortisation expensed during the reporting period for each class of depreciable asset are as follows:		
Plant and equipment	1,460	0
Intangibles	21	0
Total	<u>1,481</u>	<u>0</u>
Note 5 - Financial Assets		
<u>Note 5A - Receivables</u>		
Goods and services	1,537	0
Net GST receivable	62	0
Less: Provision for doubtful debts	0	0
	<u>1,599</u>	<u>0</u>
Receivables (gross) which are overdue are aged as follows:		
Not Overdue	1,585	0
Overdue by:		
less than 30 days	6	0
30 to 60 days	0	0
60 to 90 days	0	0
more than 90 days	8	0
	<u>1,599</u>	<u>0</u>

FINANCIAL STATEMENTS

	2000-01 \$'000	1999-00 \$'000
Note 6 - Non-financial assets		
<u>Note 6A - Infrastructure, Plant and Equipment</u>		
Plant & equipment - at cost	2,400	0
Accumulated depreciation	<u>(1,444)</u>	<u>0</u>
	956	0
Plant & equipment - work in progress	<u>3,527</u>	<u>0</u>
Total Plant and Equipment	<u><u>4,483</u></u>	<u><u>0</u></u>

Note 6B - Analysis of Property, Plant, Equipment and Intangibles

TABLE A
Movement summary 2000 -2001 for all assets irrespective of valuation basis

Item	Land	Buildings	Total Land & Buildings	Plant & Equipment	Computer software - Total intangibles	TOTAL
	\$'000	\$'000	\$'000	\$'000	\$'000	
Gross value as at 1 July 2000	0	0	0	0	0	0
Additions:						
Acquisition of Replacement Assets						
Acquisition of New Assets	0		0	4,516	57	4,573
Revaluations: write-ups/(write-downs)						
Assets transferred in/(out)*				1,519		1,519
Write-offs						
Disposals				(107)		(107)
Gross value as at 30 June 2001	0	0	0	5,928	57	5,985
Accumulated Depreciation/ Amortisation as at 1 July 2000	0	0	0	0	0	0
Depreciation/amortisation charge for assets held 1 July 2000						
Depreciation /amortisation charge for additions			0	205	21	226
Revaluations: write-ups/(write-downs)						
Assets transferred in/(out)*				1,254		1,254
Write-offs						
Disposals				(15)		(15)
Accumulated Depreciation/ Amortisation as at 30 June 2001		0	0	1,444	21	1,465
Net book value as at 30 June 2001		0	0	4,484	36	4,520
Net book value as at 1 July 2000	0	0	0	0	0	0

* Assets transferred from Attorney General's Department on 1 July 2000 had a written down value of \$14,550.

Assets transferred from NEPI on 1 July 2000 had a written down value of \$1,503,970.

TABLE B - Summary of assets under construction as at 30 June 2001

Item	<i>Land</i>	<i>Buildings</i>	Total Land & Buildings	Plant & Equipment	Computer software - Total intangibles	TOTAL
	\$'000	\$'000	\$'000	\$'000	\$'000	
As at 30 June 2001						
Gross value*				3,527		3,527
Accumulated Depreciation/ amortisation						
Net Book Value				3,527		3,527
As at 30 June 2000						
Gross value						
Accumulated Depreciation/ amortisation						
Net Book Value						

* Assets for the development of new National Automated Fingerprint Identification System (NAFIS).

FINANCIAL STATEMENTS

	1999-00 \$'000	1998-99 \$'000
Note 6C - Intangibles		
Purchased software - at cost	57	0
Accumulated amortisation	(21)	0
Total Intangibles	<u>36</u>	<u>0</u>
Note 6D - Other		
Prepayments	<u>100</u>	<u>0</u>
	<u>100</u>	<u>0</u>
Note 7 - Provision		
Note 7A - Employees Provisions		
Salaries & Wages	156	0
Leave	548	0
Superannuation	6	0
Total	<u>710</u>	<u>0</u>
Current	407	0
Non-current	303	0
Note 8 - Payables		
Note 8A - Suppliers Payable		
Trade creditors	<u>2,255</u>	<u>0</u>
	<u>2,255</u>	<u>0</u>

Note 9 - Equity

Note 9A Equity - Equity Table

Item	Accumulated results		Asset revaluation reserve		Total reserves		Capital		TOTAL EQUITY	
	2000 - 01 \$'000	1999 - 00 \$'000	2000 - 01 \$'000	1999 - 00 \$'000	2000 - 01 \$'000	1999 - 00 \$'000	2000 - 01 \$'000	1999 - 00 \$'000	2000 - 01 \$'000	1999 - 00 \$'000
Balance 1 July 2000							0		0	0
Net surplus/(deficit)	12,811								12,811	0
Equity injection appropriation									0	0
Restructuring transfer *	(681)								(681)	0
Dividends									0	0
Net revaluation increases									0	0
Net revaluation decreases									0	0
Balance 30 June 2001	12,130	0	0	0	0	0	0	0	12,130	0

*Net liabilities transferred from Attorney General's Department on 1 July 2000 (refer note 1.1)

	2000-01	1999-00
	\$'000	\$'000

Note 10 - Cash Flow Reconciliation

Reconciliation of Cash per Statement of Financial Position to Statement of Cash Flows

Cash at year end per Statement of Cash Flows	8,877	0
Statement of Financial Position items comprising above cash:		
'Financial Assets-Cash'	8,877	0

Reconciliation of operating surplus to net cash provided by operating activities:

Net surplus (deficit)	12,811	0
Depreciation/Amortisation	1,481	0
Loss on sale of non-current assets	7	0
(Increase) Decrease in receivables	(1,599)	0
(Increase) in other assets	(100)	0
Increase in employee liabilities	710	0
Increase in suppliers liability	2,255	0
Liabilities transferred from Attorney General's Department (refer note 1.1)	(696)	0
Assets transferred from NEPI	(1,504)	0
Net cash provided (used) by operating activities	<u>13,365</u>	<u>0</u>

FINANCIAL STATEMENTS

	2000-01 Number	1999-00 Number
Note 11 - Executive Remuneration		
None of the Executives employed by the Agency were employed for the full financial year, accordingly no Executive received remuneration in excess of \$100,000.		
Note 12 - Remuneration of Auditors		
Financial statement audit services are provided free of charge to the Agency. The fair value of audit services provided was:	<u>64,000</u>	<u>0</u>
No other services were provided by the Auditor-General.		
Note 13 - Average Staffing Levels		
The average staffing levels for the Agency in 2000-01 were:	20.85	0
Note 14 - Act of Grace Payments, Waivers and Defective Administration Scheme		
No Act of Grace payments were made during the reporting period		
No waivers of amounts owing to the Commonwealth were made pursuant to subsection 34(1) of the <i>Financial Management and Accountability Act 1997</i>		

Note 15 - Financial Instruments

(a) Terms, conditions and accounting policies

Financial Instrument	Notes	Accounting Policies and Methods (including recognition criteria and measurement basis)	Nature of underlying instrument (including significant terms & conditions affecting the amount, timing and certainty of cash flows)
<i>Financial Assets</i>		Financial assets are recognised when control over future economic benefits is established and the amount of the benefit can be reliably measured.	
Cash		Deposits are recognised at their nominal amounts. Interest is credited to revenue as it accrues.	Surplus funds are invested with the Reserve Bank of Australia; interest rates have been calculated at 2% for the year.
Receivables for goods & services	5A	These receivables are recognised at the nominal amounts due less any provision for bad and doubtful debts. Provisions are made when collection of the debt is judged to be less rather than more likely.	Credit terms are net 30 days.
<i>Financial Liabilities</i>		Financial liabilities are recognised when a present obligation to another party is entered into and the amount of liabilities can be reliably measured.	
Trade creditors	8A	Creditors and accruals are recognised at their nominal amounts, being the amounts at which the liabilities will be settled. Liabilities are recognised to the extent that the goods or services have been received (and irrespective of having been invoiced).	Settlement is usually made net 30 days.

Note 15 - Financial Instruments (continued)
 (b) Interest Rate Risk

Financial Instrument	Notes	Floating Interest Rate	Fixed Interest Rate					Non-Interest Bearing	Total	Weighted Average Effective Interest Rate
			1 year or less	1 to 2 years	2 to 5 years	> 5 years	Total			
Financial Assets										
Cash at Bank										
Receivables for goods and services		8,877	0	0	0	0	0	8,877	2%	
Total Financial assets (Recognised)		0	0	0	0	0	1,599	1,599	n/a	
Total Assets		8,877	0	0	0	0	1,599	10,476	0	
								15,095	0	
Financial Liabilities										
Trade creditors	8A	0	0	0	0	0	2,255	2,255	n/a	
Total Financial Liabilities (Recognised)										
Total Liabilities		0	0	0	0	0	2,255	2,255	0	

Note 15 - Financial Instruments (continued)

(c) Net Fair Values of Financial Assets and Liabilities

		Total carrying amount	Aggregate net fair value	Total carrying amount	Aggregate net fair value
	Note	2000-01 \$'000	2000-01 \$'000	1999-00 \$'000	1999-00 \$'000
DEPARTMENTAL					
Financial Assets					
Cash at Bank		8,877	8,877	0	0
Receivables – goods and services	5A	1,599	1,599	0	0
Total Financial Assets		10,476	10,476	0	0
Financial Liabilities (Recognised)					
Trade creditors	8A	2,255	2,255	0	0
Total Financial Liabilities (Recognised)		2,255	2,255	0	0
Financial Liabilities (Unrecognised)	n/a	0	0	0	0

*(d) Net fair values of Financial Assets and Liabilities**Financial assets*

The net fair values of cash and non-interest-bearing monetary financial assets approximate their carrying amounts.

Financial liabilities

The net fair values of trade creditors are approximated by their carrying amounts.

Note 16 - Reporting of Outcomes

As the Agency has one outcome, accordingly the output is reflected in the Statement of Financial Performance.

Note 17 - Appropriations

In 1998 the Commonwealth committed \$50M over 3 years to establish a national crime information system. During the 2000-2001 financial year the Agency received \$12,554,000 in output appropriations (refer note 3A).

Note 18 - Operating Surplus

The operating surplus consists of the following due to the multiple revenue streams :

	2000-01 \$'000	1999-00 \$'000
Balance of drawn down appropriation (unspent) at 30 June carried to next period	2,488	0
Commonwealth Equity Transferred from the Attorney General's Department	681	0
Operating Surplus from providing services	1,990	0
Adjustment for assets under construction	3,527	0
Revenue resulting from the closure of National Exchange of Police Information (NEPI)	8,330	0
Less expenses incurred by CrimTrac in relation to the closure of NEPI	(4,205)	0
Total Operating Surplus	<u>12,811</u>	<u>0</u>