

2020-21 BUDGET PORTFOLIO OUTCOMES - VICTORIA POLICE

The budget outcome provides comparisons between the actual financial statements and the published budget papers for the financial year.

The budget portfolio outcome statements are comprised of the comprehensive operating statement, balance sheet, cashflow statement, administered items and changes in equity.

The budget portfolio outcome statements are not subject to audit by the Victorian Auditor-General's Office, and are not prepared on the same basis as Victoria Police's financial statements.

Source: Annual Report Victoria Police 2020-2021

Tabled: 28 October 2021

Comprehensive Operating Statement for the financial year ending 30 June 2021

	Actual \$'000	Original Budget \$'000	Variance \$'000	Variance %
Income From Transactions				
Output appropriations (a)	4,088,960	3,787,302	301,658	8%
Interest	2	50	(48)	(97%)
Sale of Goods and Services	1,336	-	1,336	100%
Grants	15,393	7,875	7,518	95%
Fair value of assets and services received free of charge or for nominal consideration	183	-	183	100%
Other Income	3,986	1,514	2,472	163%
Total Income From Transactions	4,109,860	3,796,741	313,117	8%
Expenses From Transactions				
Employee expenses (b)	3,028,625	2,685,489	343,136	13%
Depreciation and amortisation	241,357	246,241	(4,885)	(2%)
Interest expense	63,237	65,831	(2,593)	(4%)
Grants and other transfers	2,963	3,786	(823)	(22%)
Capital asset charge	125,847	125,847	0	0%
Purchase of supplies and services	644,968	666,667	(21,699)	(3%)
Total Expenses From Transactions	4,106,997	3,793,861	313,136	8%
Net Result From Transactions (Net Operating Balance)	2,863	2,880	(17)	(1%)
Other Economic Flows Included in Net Result				
Net gain/(loss) on non-financial assets	15,697	10,700	4,997	47%
Net gain/(loss) from other economic flows	6,433	-	6,433	100%
Total Other Economic Flows Included in Net Result	22,130	10,700	11,430	107%
Net Result	24,993	13,580	11,413	84%
Other Economic Flows - Other Comprehensive Income				
Items that may be reclassified to net result				
Fair value gain/(loss) arising from cash flow hedging instruments during the year	(7,587)	-	(7,587)	100%
Items that will not be reclassified to net result				
Changes in physical asset revaluation surplus (c)	11,318	-	11,318	100%
Total Other Economic Flows - Other Comprehensive Income	3,731	0	3,731	100%
Comprehensive Result	28,724	13,580	15,144	112%

Note:

The budget portfolio outcome statements are not prepared on the same basis as the Annual Financial Statements.

(a) Actual Output Appropriation is greater than budget primarily due to support provided for Victoria Police operations, supplementation for costs associated with the COVID-19 response and Victoria Police system enhancements and resources.

(b) Actual employee expenditure is greater than budget due to support for the Community Support Statement programs, increments in the Enterprise Bargaining Agreement (EBA), WorkCover costs and the additional expenditure incurred in responding to the COVID-19 pandemic.

(c) The scheduled 5-year asset revaluation prepared by the Valuer-General Victoria (VGV) on Land, building and cultural assets resulted in a revaluation increment which was not budgeted for.

Balance Sheet as at 30 June 2021

	Actual \$'000	Original Budget \$'000	Variance \$'000	Variance %
Assets				
Financial Assets				
Cash and deposits	53,852	63,350	(9,498)	(15%)
Receivables	724,326	813,675	(89,349)	(11%)
Other financial assets	304	1,136	(832)	(73%)
Total Financial assets	778,482	878,161	(99,679)	(11%)
Non Financial Assets				
Inventories	7,333	6,057	1,277	21%
Non-financial assets classified as held for sale, including disposal group assets	1,242	2,482	(1,239)	(50%)
Property, plant and equipment	3,735,127	3,704,752	30,375	1%
Intangible assets	109,611	119,862	(10,250)	(9%)
Other	27,693	27,612	81	0%
Total Non Financial Assets	3,881,006	3,860,764	20,243	1%
Total Assets	4,659,488	4,738,926	(79,436)	(2%)
Liabilities				
Payables	99,462	172,189	(72,727)	(42%)
Borrowings	1,902,605	1,882,093	20,512	1%
Provisions	814,818	760,757	54,060	7%
Total Liabilities	2,816,885	2,815,039	1,846	0%
Net Assets	1,842,603	1,923,886	(81,282)	(4%)
Equity				
Accumulated Surplus/(deficit)	49,814	38,400	11,414	30%
Reserves	862,801	859,072	3,729	0%
Contributed Capital	929,988	1,026,415	(96,427)	(9%)
Net Worth	1,842,603	1,923,886	(81,284)	(4%)

Note:

The budget portfolio outcome statements are not prepared on the same basis as the Annual Financial Statements.

Cash Flow for the financial year ended 30 June 2021

	Actual \$'000	Original Budget \$'000	Variance \$'000	Variance %
Cash Flows From Operating Activities				
Receipts				
Receipts from Government	3,989,228	3,598,668	390,560	11%
Other receipts	17,834	6,875	10,959	159%
Interest received	2	50	(48)	(96%)
GST paid to or received from ATO(b)	2,821	-	2,821	100%
Payments				
Payments of grants and other transfers	(3,497)	(4,772)	1,275	(27%)
Payments to suppliers and employees	(3,649,749)	(3,326,431)	(323,317)	10%
Capital asset charge payments	(125,847)	(125,847)	-	0%
Interest and other costs of finance paid	(63,237)	(65,831)	2,593	(4%)
Net Cash Flows From/(Used In) Operating Activities	167,556	82,713	84,843	103%
Cash Flows From Investing Activities				
Proceeds from sale of non-financial assets	26,660	34,000	(7,340)	(22%)
Net investment	(7,588)	-	(7,588)	100%
Payments for non-financial assets	(183,109)	(202,098)	18,989	(9%)
Net loans from other parties	(6,444)	-	(6,444)	100%
Net Cash Flows (Used In) Investing Activities	(170,481)	(168,098)	(2,384)	1%
Cash flows from Financing Activities				
Proceeds from capital contribution by Victorian Government	64,128	160,554	(96,426)	(60%)
Repayment of borrowings and principal portion of lease liabilities	(56,623)	(61,092)	4,468	(7%)
Net Cash Flows From Financing Activities	7,504	99,462	(91,958)	-92%
Net Increase In Cash And Cash Equivalents	4,579	14,077	(9,498)	-67%
Cash and cash equivalents at the beginning of the financial year	49,273	49,273	-	0%
Cash and Cash Equivalents At The End Of The Financial Year	53,852	63,350	(9,498)	-15%

Notes:

(a) The budget portfolio outcome statements are not prepared on the same basis as the Annual Financial Statements.

(b) Goods and Services Tax is presented on a net basis.

Administered Items for the financial year ended 30 June 2021

	Actual \$'000	Original Budget \$'000	Variance \$'000	Variance %
Administered Operating Statement				
Administered Income				
Interest	2	17	(15)	(89%)
Sales of goods and services	46,298	24,788	21,510	87%
Grants	4,507	3,662	845	23%
Other Income	12,166	3,243	8,923	275%
Total Administered Income	62,973	31,710	31,263	99%
Administered Expenses				
Employee expenses	3,690	3,375	315	9%
Depreciation	-	4	(4)	(100%)
Payments into the consolidated fund	59,327	26,517	32,810	124%
Other operating expenses	9,701	1,023	8,678	848%
Total Administered Expenses	72,718	30,919	41,799	135%
Income Less Expenses	(9,745)	791	(10,536)	(1332%)
Other Economic Flows Included In Net Result				
Net gain /Loss on non-financial assets	147	700	(553)	(79%)
Net gain/(loss) on financial instruments and statutory receivables/payables	(45)	-	(45)	100%
Other gains/(losses) from other economic flows	1	-	1	100%
Total Other Economic Flows	103	700	(597)	(85%)
Administered Net Result	(9,642)	1,491	(11,133)	(747%)

Administered Balance Sheet

Administered Assets				
Cash and deposits	75,683	46,219	29,464	64%
Receivables	1,914	12,299	(10,385)	(84%)
Other financial assets	-	2,000	(2,000)	(100%)
Total Administered Assets	77,597	60,518	17,079	28%
Administered Liabilities				
Payables	73,344	44,592	28,752	64%
Provisions	790	919	(129)	(14%)
Other liabilities - Trusts	13,105	-	13,105	100%
Total Administered Liabilities	87,239	45,511	41,728	92%
Total Administered Net Assets	(9,642)	15,007	(24,649)	(164%)

Note:

The budget portfolio outcome statements are not prepared on the same basis as the Annual Financial Statements.

Statement of Changes in Equity for the financial year ending 30 June 2021

	Actual \$'000	Original Budget \$'000	Variance \$'000	Variance %
Accumulated surplus/(deficit)				
Opening Balance *	24,821	24,820	1	0%
Comprehensive result	24,993	13,580	11,413	84%
Transactions with owners in their capacity as owners	-	-	-	0%
Closing Balance	49,814	38,400	11,414	30%
Contributed capital				
Opening balance *	865,864	865,862	2	0%
Capital contributions received from Government and/or contributions made to other State departments or entities	64,124	134,645	(70,521)	(52%)
Closing Balance	929,988	1,000,507	(70,519)	(7%)
Asset revaluation reserve				
Opening balance *	866,874	866,875	(1)	(0%)
Revaluation surplus adjustment	11,318	-	11,318	100%
Closing Balance	878,192	866,875	11,317	1%
Hedging reserve				
Opening balance *	(7,804)	(7,803)	(1)	0%
Fair value gain/(loss) arising from cash flow hedging instruments during the year	(7,587)	-	(7,587)	100%
Closing Balance	(15,391)	(7,803)	(7,588)	97%
TOTAL EQUITY	1,842,603	1,897,979	(55,376)	(3%)

* 1 July 2020

Notes:

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