

**PORTFOLIO ADDITIONAL
ESTIMATES STATEMENTS 2009-10**

BROADBAND, COMMUNICATIONS AND THE
DIGITAL ECONOMY PORTFOLIO

EXPLANATIONS OF ADDITIONAL ESTIMATES 2009-10

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SENATOR THE HON STEPHEN CONROY

MINISTER FOR BROADBAND, COMMUNICATIONS AND THE DIGITAL ECONOMY
DEPUTY LEADER OF THE GOVERNMENT IN THE SENATE

President of the Senate
Australian Senate
Parliament House
CANBERRA ACT 2600

Speaker
House of Representatives
Parliament House
CANBERRA ACT 2600

Dear Mr President
Dear Mr Speaker

I hereby submit Portfolio Additional Estimates Statements in support of the 2009-10 Additional Estimates for the Broadband, Communications and the Digital Economy Portfolio.

These statements have been developed, and are submitted to the Parliament, as a statement on the requirements being sought for the Portfolio.

I present these statements by virtue of my ministerial responsibility for accountability to the Parliament and, through it, the public.

Yours sincerely

Stephen Conroy

Abbreviations and conventions

(a) The following notations may be used:

NEC/nec	not elsewhere classified
-	nil
..	not zero, but rounded to zero
na or n/a	not applicable (unless otherwise specified)
nfp	not for publication
\$m	\$ million
\$b	\$ billion

- (b) Figures in tables and in the text may be rounded. Discrepancies in tables between totals and sums of components are due to rounding and the exclusion of measures not for publication.
- (c) Figures exclude GST.

ENQUIRIES

Should you have any enquiries regarding this publication, please contact Simon Ash, Chief Financial Officer, Department of Broadband, Communications and the Digital Economy on (02) 6271 1438.

A copy of this document can be located on the Australian Government Budget website at: <http://www.budget.gov.au>.

USER GUIDE
TO THE
PORTFOLIO ADDITIONAL
ESTIMATE STATEMENTS

USER GUIDE

The purpose of the Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements (PB Statements), is to inform Senators and Members of Parliament and the public of the proposed allocation of resources to Government outcomes by agencies within the portfolio. The focus of the PAES differs from the PB Statements in one important aspect. While the PAES include an Agency Resource Statement to inform Parliament of the revised estimate of the total resources available to an agency, the focus of the PAES is on explaining the changes in resourcing by outcome(s) since the Budget. As such, the PAES provides information on new measures and their impact on the financial and/or non-financial planned performance of programs supporting those outcomes.

The PAES facilitate understanding of the proposed appropriations in Appropriation Bills (No. 3 and No. 4) 2009-10. In this sense, the PAES is declared by the Additional Estimates Appropriation Bills to be a 'relevant document' to the interpretation of the Bills according to section 15AB of the *Acts Interpretation Act 1901*.

Whereas the *Mid-Year Economic and Fiscal Outlook 2009-10* is a mid-year budget report which provides updated information to allow the assessment of the Government's fiscal performance against its fiscal strategy, the PAES update the most recent budget appropriations for agencies within the portfolio.

STRUCTURE OF THE PORTFOLIO ADDITIONAL ESTIMATES STATEMENTS

The PAES are presented in three parts with subsections.

User guide

Provides a brief introduction explaining the purpose of the PAES.

Portfolio overview

Provides an overview of the Portfolio, including a chart that outlines the outcomes for agencies in the Portfolio.

Agency additional estimates statements

A statement (under the name of the agency) for each agency affected by Additional Estimates.

Section 1: Agency overview and resources	This section details the total resources available to an agency, the impact of any measures since Budget, and the impact on Appropriation Bills No. 3 and No. 4.
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Section 2: Revisions to resources and planned performance	This section details changes to Government outcomes and/or changes to the planned performance of agency programs.
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Section 3: Explanatory tables and budgeted financial statements	This section contains updated explanatory tables on special account flows and staffing levels and revisions to the budgeted financial statements.
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Glossary and Acronyms	Explains key terms relevant to the Portfolio, and details any acronyms which may be used in the document.
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PORTFOLIO OVERVIEW

PORTFOLIO OVERVIEW

The Broadband, Communications and the Digital Economy Portfolio includes the following agencies:

- Department of Broadband, Communications and the Digital Economy;
- Australian Broadcasting Corporation (ABC);
- Australian Communications and Media Authority (ACMA);
- Australian Postal Corporation (Australia Post);
- NBN Co Limited; and
- Special Broadcasting Service Corporation (SBS).

Additional estimates and variations are being sought for the Department of Broadband, Communications and the Digital Economy (the Department), the ABC, the ACMA and the SBS. These are detailed in their respective statements later in this document, with a brief outline of the changes summarised below.

Australia Post and the NBN Co Limited do not appear in the 2009-10 Portfolio Additional Estimates Statements as they are not part of the general government sector.

A full outline of the Broadband, Communications and the Digital Economy Portfolio Overview can be found in the 2009-10 Portfolio Budget Statements.

A summary of changes arising through the 2009-10 Additional Estimates follows for the Portfolio. Details relating to new measures are set out within the relevant agency chapter.

The Department is seeking net additional funding of \$23.2 million through Appropriation Bill (No. 3.)

The ABC has estimate variations in 2009-10 of \$2.2 million in Appropriation Bill (No. 3).

The ACMA has measures and estimate variations in 2009-10 of \$2.0 million in Appropriation Bill (No. 3).

The SBS has estimate variations in 2009-10 of \$5.6 million in Appropriation Bill (No. 3).

A summary of the Portfolio structure is at Figure 1. Further detail about the responsibilities of each agency appears in individual agency chapters of the 2009-10 Broadband, Communications and the Digital Economy Portfolio Budget Statements.

Figure 1: Broadband, Communications and the Digital Economy Portfolio structure and outcomes



PORTFOLIO RESOURCES

Table 1 shows the additional resources provided to the Portfolio through the 2009-10 Additional Estimates Appropriation Bills and other movements since the 2009-10 Budget, by agency.

Table 1: Portfolio resources 2009-10

	Appropriation		Movements		Total
	Bill No. 3 \$m	Bill No. 4 \$m	Special \$m	Receipts \$m	\$m
Department of Broadband, Communications and the Digital Economy (DBCDE)					
Administered appropriations	23.2	-	-	20.0	43.2
Departmental appropriations	-	-	-	-	-
Total:	23.2	-	-	20.0	43.2
Payments to CAC Act bodies:					
Australian Broadcasting Corporation					
Total:	2.2	-	-	-	2.2
Special Broadcasting Service Corporation					
Total:	5.6	-	-	(5.0)	0.7
Australian Communications and Media Authority					
Administered appropriations	-	-	-	-	-
Departmental appropriations	2.0	-	-	-	2.0
Total:	2.0	-	-	-	2.0
Portfolio Total					48.1
Less amounts transferred within Portfolio	-	-	-	-	-
Resources available within Portfolio:					48.1

AGENCY ADDITIONAL ESTIMATES STATEMENTS

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DEPARTMENT OF BROADBAND, COMMUNICATIONS AND THE DIGITAL ECONOMY

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DEPARTMENT OF BROADBAND, COMMUNICATIONS AND THE DIGITAL ECONOMY

Section 1: Agency overview and resources

1.1 STRATEGIC DIRECTION

The Department of Broadband, Communications and the Digital Economy (the Department) aims to develop a vibrant, sustainable and internationally competitive broadband, broadcasting and communications sector, which promotes the digital economy for the benefit of all Australians. Achievement of the Department's outcome is progressing through major new measures set out within the 2009-10 Portfolio Budget Statements, including:

- facilitating the increased availability of fast, affordable and reliable broadband and communications infrastructure across Australia, including through the NBN Co Limited;
- improving services to regional, rural and remote Australia, including through the Australian Broadband Guarantee Program, Satellite Phone Subsidy Scheme and the Indigenous Communications Program;
- supporting the development, application and innovative use of online technologies, including through funding to National ICT Australia and the Digital Regions Initiative;
- supporting and protecting the interests of consumers through funding of the Australian Communications Consumer Action Network, implementing measures to support the Government's Cyber-safety Plan and measures relating to e-security;
- ensuring the smooth transition to digital television by the end of 2013; and
- supporting access to high quality and diverse broadcasting services.

A full outline of the Department's strategic directions can be found in the 2009-10 Portfolio Budget Statements.

Significant measures and variations reflected in the 2009-10 Additional Estimates include:

- the provision of \$23.8 million in 2009-10 for the Australian Broadband Guarantee Program to meet continued strong consumer demand for high speed broadband in areas of regional Australia where there are no terrestrial broadband services;

DBCDE Additional Estimates Statements

- transfer of \$22.9 million over four years to the Department of the Treasury to make payments for Local Government projects under the Digital Regions Initiative;
- an additional \$2.8 million over the period 2009–10 to 2011–12 under the Digital Television Switchover Program’s Household Assistance element, reflecting a change in the number of eligible households;
- the provision of \$2.6 million in 2009–10 to support community television broadcasters in Sydney, Brisbane, Melbourne, Adelaide and Perth to begin the transition to digital broadcasting; and
- transfer of \$2.0 million between elements of the Cyber-safety Plan from the Department to the ACMA.

1.2 AGENCY RESOURCE STATEMENT

The Agency Resource Statement details the resourcing for the Department of Broadband, Communications and the Digital Economy at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2009-10 Budget year, including variations through Appropriation Bills No. 3 and No. 4, special appropriations and special accounts.

Table 1.1: DBCDE resource statement – Additional estimates for 2009-10 as at Additional Estimates November 2009

	Estimate as at Budget	Proposed + Additional Estimates	= Total Estimate at Additional Estimates	Total Available Appropriation
	2009-10	2009-10	2009-10	2008-09
	\$'000	\$'000	\$'000	\$'000
Ordinary Annual Services¹				
Departmental				
Prior year Departmental appropriations	80,263	1,094	81,357	75,222
Departmental appropriation	162,806	(2,913)	159,893	117,075
s31 Relevant agency receipts	970	810	1,780	1,273
Total	244,039	(1,009)	243,030	193,570
Administered expenses				
Prior year Administered appropriations	8,531	(1,025)	7,506	17,208
Outcome 1	196,244	23,211	219,455	197,811
Payments to CAC Act Bodies	1,114,895	7,836	1,122,731	1,049,870
Total	1,319,670	30,022	1,349,692	1,264,889
Total ordinary annual services	1,563,709	29,013	1,592,722	1,458,459
Other services²				
Administered expenses				
Specific payments to states, ACT, NT and local government				
Outcome 1	1,244	(1,244)	-	-
Total	1,244	(1,244)	-	-
Departmental non-operating				
Equity injections	1,513	-	1,513	303
Previous years' outputs	1,851	-	1,851	-
Total	3,364	-	3,364	303
Administered non-operating				
Payments to CAC Act Bodies - non operating	22,446	-	22,446	28,836
Total	22,446	-	22,446	28,836
Total other services	27,054	(1,244)	25,810	29,139
Total Available Annual Appropriations	1,590,763	27,769	1,618,532	1,487,598
Total Appropriations excluding Special Accounts	1,590,763	27,769	1,618,532	1,487,598

Table 1.1: DBCDE resource statement – Additional estimates for 2009-10 as at Additional Estimates November 2009 (continued)

	Estimate as at Budget	+ Proposed Additional Estimates	= Total Estimate at Additional Estimates	Total Available Appropriation
	2009-10 \$'000	2009-10 \$'000	2009-10 \$'000	2008-09 \$'000
Special Accounts³				
Opening balance	-	-	-	70
Non-Appropriation receipts to Special Accounts	1,000,000	20,000	1,020,000	116,259
Total Special Account	1,000,000	20,000	1,020,000	116,329
Total resourcing	2,590,763	47,769	2,638,532	1,603,927
Less appropriations drawn from annual or special appropriations above and credited to special accounts and/or CAC Act bodies through annual appropriations	(1,137,341)	(7,836)	(1,145,177)	(1,049,870)
Total net resourcing for DBCDE	1,453,422	39,933	1,493,355	554,057

1. Appropriation Bills (No. 1 and 3) 2009-2010

2. Appropriation Bills (No. 2 and 4) 2009-2010

3. For further information on special accounts see Table 3.1.1. Figures in Table 1.1 exclude Other Trust Monies.

All figures are GST exclusive.

Third Party Drawdowns from and on behalf of other agencies

		Estimate at Budget	Estimate at Additional Estimates
		2009-10 \$'000	2009-10 \$'000
Payments made to CAC Act bodies within the Portfolio			
Australian Broadcasting Corporation	Appropriation Bills (No. 3 and 4) 2009-2010	929,862	932,059
Special Broadcasting Service Corporation	Appropriation Bills (No. 3 and 4) 2009-2010	207,479	213,118

1.3 AGENCY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2009-10 Budget, with the affected program identified.

Table 1.2: Agency Measures since Budget

	Program	2009-10 \$'000	2010-11 \$'000	2011-12 \$'000	2012-13 \$'000
Expense measures					
Whole-of-government departmental efficiencies ¹					
	All				
	Departmental expenses	(1,317)	(2,007)	(1,950)	(1,776)
	Total	(1,317)	(2,007)	(1,950)	(1,776)
Community Broadcasters Transition to Digital Television					
	1.3				
	Administered expenses	2,600	-	-	-
	Total	2,600	-	-	-
Offset for Community Broadcasters Transition to Digital Television					
	All				
	Departmental expenses	(2,600)	-	-	-
	Total	(2,600)	-	-	-
Total Expense measures					
	Administered	2,600	-	-	-
	Departmental	(3,917)	(2,007)	(1,950)	(1,776)
	Total	(1,317)	(2,007)	(1,950)	(1,776)

1. Further information on this measure appears in the 2009-10 Mid Year Economic and Fiscal Outlook on page 166.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the Department by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2009-10 Budget in Appropriation Bills No. 3 and No. 4. Table 1.4 details Additional Estimates or variations through other factors, such as parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since 2009-10 Budget

	Program	2009-10 (\$'000)	2010-11 (\$'000)	2011-12 (\$'000)	2012-13 (\$'000)
Outcome 1					
Increase in estimates (administered)					
Community Broadcasters Transition to Digital Television	1.3	2,600	-	-	-
Net impact on estimates for Outcome 1 (administered)		2,600	-	-	-
Decrease in estimates (departmental)					
Whole-of-government departmental efficiencies	All	(1,317)	(2,007)	(1,950)	(1,776)
Offset for Community Broadcasters Transition to Digital Television	All	(2,600)	-	-	-
Net impact on estimates for Outcome 1 (departmental)		(3,917)	(2,007)	(1,950)	(1,776)

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

	Program	2009-10 (\$'000)	2010-11 (\$'000)	2011-12 (\$'000)	2012-13 (\$'000)
Outcome 1					
Increase in estimates (administered)					
Australian Broadband Guarantee	1.2	22,810	-	-	-
Digital Sw itchover - Household Assistance adjustment	1.3	548	50	2,217	-
Decrease in estimates (administered)					
Australian Broadband Guarantee	1.2	-	-	(22,810)	-
Indexation adjustments	All	(747)	(755)	(755)	(755)
Transfer of Cyber-safety funding ¹	1.2	(2,000)	-	-	-
Digital Regions Initiative - Local Government payments ²		(1,244)	(7,303)	(10,912)	(3,484)
Net impact on estimates for Outcome 1 (administered)		19,367	(8,008)	(32,260)	(4,239)
Increase in estimates (departmental)					
Australian Broadband Guarantee	1.2	988	-	-	-
Efficiency dividend adjustment	All	16	-	-	-
Decrease in estimates (departmental)					
Australian Broadband Guarantee	1.2	-	-	(988)	-
Gershon Review Phase 2	All	-	(362)	(365)	(369)
Indexation adjustments	All	-	(94)	(444)	(471)
Net impact on estimates for Outcome 1 (departmental)		1,004	(456)	(1,797)	(840)
Payments to CAC Act bodies					
Increase in estimates (administered)					
ABC adjustments ³	N/A	2,197	1,329	1,074	(1,603)
SBS adjustments ⁴	N/A	5,639	(110)	(820)	(736)
Net impact on estimates for payments to CAC Act bodies		7,836	1,219	254	(2,339)

1. Cyber-safety Plan funding transferred from the Department to the Australian Communications and Media Authority (ACMA) for cyber-safety activities. Also included in the ACMA chapter.
2. Funding transferred to the Department of the Treasury who will make the payments under a National Partnership Agreement. The Department will still be responsible for administering the program.
3. See the ABC Chapter for further details of adjustments.
4. See the SBS Chapter for further details of adjustments.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the Department through Appropriation Bills No. 3 and No. 4.

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

	2008-09	2009-10	2009-10	2009-10	2009-10
	Available ¹	Budget	Revised	Additional	Reduced
	(\$'000)	(\$'000)	(\$'000)	Estimates	Estimates ²
				(\$'000)	(\$'000)
ADMINISTERED ITEMS					
Outcome 1					
Develop a vibrant, sustainable and internationally competitive broadband, broadcasting and communications sector, through policy development, advice and program delivery, which promotes the digital economy for all Australians	205,473	196,244	219,455	23,211	-
Total	205,473	196,244	219,455	23,211	-
DEPARTMENTAL PROGRAMS					
Outcome 1					
Develop a vibrant, sustainable and internationally competitive broadband, broadcasting and communications sector, through policy development, advice and program delivery, which promotes the digital economy for all Australians	115,224	162,806	159,893	-	(2,913)
Total	115,224	162,806	159,893	-	(2,913)
PAYMENTS TO CAC ACT ENTITIES					
Australian Broadcasting Corporation	858,411	929,862	932,059	2,197	-
Special Broadcasting Service Corporation	191,459	207,479	213,118	5,639	-
Total	1,049,870	1,137,341	1,145,177	7,836	-
Total administered and departmental	1,370,567	1,496,391	1,524,525	31,047	(2,913)

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

2. No appropriation is provided in Appropriation Bill (No. 3) for the agency where the total funding change is negative.

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

	2008-09	2009-10	2009-10	2009-10	2009-10
	Available ¹	Budget	Revised	Additional	Reduced
	(\$'000)	(\$'000)	(\$'000)	Estimates	Estimates ²
				(\$'000)	(\$'000)
PAYMENTS TO STATES, ACT, NT AND LOCAL GOVERNMENT					
Outcome 1					
Develop a vibrant, sustainable and internationally competitive broadband, broadcasting and communications sector, through policy development, advice and program delivery, which promotes the digital economy for all Australians					
	-	1,244	-	-	(1,244)
Total	-	1,244	-	-	(1,244)
Non-operating					
Equity injections	303	1,513	1,513	-	-
Previous years' outputs	-	1,851	1,851	-	-
Total non-operating	303	3,364	3,364	-	-
PAYMENTS TO CAC ACT ENTITIES					
Australian Broadcasting Corporation	11,250	17,556	17,556	-	-
Special Broadcasting Service Corporation	17,586	4,890	4,890	-	-
Total	28,836	22,446	22,446	-	-
Total	29,139	27,054	25,810	-	(1,244)

1. Available 2008-09 appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.
2. No appropriation is provided in Appropriation Bill (No. 4) for the agency where the total funding change is negative.

1.6 PAYMENTS DELIVERED BY OR THROUGH TREASURY UNDER THE NEW FEDERAL FINANCIAL RELATIONS (FFR) FRAMEWORK

The Council of Australian Government (COAG) agreed to a new framework for federal financial relations that is being implemented in a staged manner from 1 January 2009. Under these arrangements, specific purpose payments (SPPs) will now be made through combined monthly payments from the Commonwealth Treasury to and through the States' and Territories' Treasuries. Further information on these arrangements can be found in the Portfolio Budget Statements of the Treasury Portfolio and in Budget Paper No. 3 (Australia's Federal Relations 2009-10).

Details of payments that would have previously been the responsibility of the Department at the 2009-10 Budget and are now being made by the Treasury, are summarised below.

Table 1.7: Programs for which Treasury is appropriated under the new Federal Financial Relations (FFR) framework

	2009-10 \$'000	2010-11 \$'000	2011-12 \$'000	2012-13 \$'000
Amounts appropriated to Treasury				
<i>Treasury Payment to/through States - Telecommunications, Online and Postal Services</i>				
<i>Digital Regions Initiative¹</i>	1,244	7,303	10,912	3,484
Total	1,244	7,303	10,912	3,484

1. In the 2009-10 Budget, payments for Local Government Projects under the Digital Regions Initiative were to be made by the Department. These payments will now be made by the Department of the Treasury with funding transferred to the Department of the Treasury in the Additional Estimates. The Department will still be responsible for administering these projects.

Section 2: Revisions to agency resources and planned performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

No changes have been made to the Department's outcome structure since the 2009-10 Budget. Details of the Department's resources and performance information can be found in the 2009-10 Portfolio Budget Statements.

OUTCOME 1

Outcome 1 Strategy

No changes have been made to the Department's outcome strategy since the 2009-10 Budget.

Table 2.1 Budgeted Expenses and Resources for Outcome 1

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

Table 2.1: Budgeted Expenses and Resources for Outcome 1

Outcome 1: Develop a vibrant, sustainable and internationally competitive broadband, broadcasting and communications sector, through policy development, advice and program delivery, which promotes the digital economy for all Australians	2008-09 Actual Expenses \$'000	2009-10 Revised Estimated Expenses \$'000
Program 1.1: Broadband and Communications Infrastructure		
<i>Administered Expenses</i>	5,720	5,588
Ordinary annual services (Appropriation Bills No. 1 & 3)	5,720	5,588
<i>Departmental Expenses</i>	32,880	64,771
Ordinary annual services (Appropriation Bills No. 1 & 3)	32,582	64,218
Revenues from Independent Sources (Section 31)	204	438
Expenses not requiring Appropriation in the Budget year ¹	94	116
Total for Program 1.1	38,600	70,359
Program 1.2: Telecommunications, Online and Postal Services		
<i>Administered Expenses</i>	162,574	164,410
Ordinary annual services (Appropriation Bills No. 1 & 3)	162,193	164,410
Special Accounts	381	-
<i>Departmental Expenses</i>	56,107	68,665
Ordinary annual services (Appropriation Bills No. 1 & 3)	55,232	67,437
Revenues from Independent Sources (Section 31)	565	971
Special Accounts	49	-
Expenses not requiring Appropriation in the Budget year ¹	261	256
Total for Program 1.2	218,681	233,075

Table 2.1: Budgeted Expenses and Resources for Outcome 1 (Continued)

	2008-09 Actual Expenses \$'000	2009-10 Revised Estimated Expenses \$'000
Outcome 1: Develop a vibrant, sustainable and internationally competitive broadband, broadcasting and communications sector, through policy development, advice and program delivery, which promotes the digital economy for all Australians		
Program 1.3: Broadcasting and Digital Television		
<i>Administered Expenses</i>	17,384	49,457
Ordinary annual services (Appropriation Bills No. 1 & 3)	17,384	49,457
<i>Departmental Expenses</i>	26,043	28,707
Ordinary annual services (Appropriation Bills No. 1 & 3)	25,704	28,238
Revenues from Independent Sources (Section 31)	232	371
Expenses not requiring Appropriation in the Budget year ¹	107	98
Total for Program 1.3	43,427	78,164
Outcome 1 Totals by Appropriation type		
<i>Administered Expenses</i>	185,678	219,455
Ordinary annual services (Appropriation Bills No. 1 & 3)	185,297	219,455
Special Accounts	381	-
<i>Departmental Expenses</i>	115,031	162,143
Ordinary annual services (Appropriation Bills No. 1 & 3)	113,519	159,893
Revenues from Independent Sources (Section 31)	1,001	1,780
Special Accounts	49	-
Expenses not requiring Appropriation in the Budget year ¹	462	470
Total Expenses for Outcome 1	300,709	381,598
	2008-09	2009-10
Average Staffing Level (number)	638	678

1. Expenses not requiring Appropriation in the Budget year is the difference between the total Departmental Expenses and Appropriations.

Departmental Appropriation splits and totals are indicative estimates and may change in the course of the Budget year as government priorities change.

Contributions to Outcome 1

A detailed explanation of the contribution made by the Department's programs to the achievement of its outcome appears on pages 39 to 50 of the 2009-10 Broadband, Communications and the Digital Economy Portfolio Budget Statements. The following tables outline variations to the deliverables, expenses and performance information previously published.

There have been some changes in the Policy and Program Support departmental estimates across all programs reflecting the impact of Government measures and a reallocation of expenses between programs in line with a re-organisation of the Department, which although occurring on 1 June 2009, was after publication of the 2009-10 Portfolio Budget Statements.

Program 1.1: Broadband and Communications Infrastructure

Program 1.1 – Objective:

To facilitate the increased availability of fast, affordable and reliable broadband and communications infrastructure across Australia.

Program 1.1 – Expenses:

The reduction in program expenses for the International Organisations Contributions administered expenses item reflects movements in foreign exchange rates since the 2009-10 Budget.

	2008-09 Actual (\$'000)	2009-10 Revised budget (\$'000)	2010-11 Forw ard year 1 (\$'000)	2011-12 Forw ard year 2 (\$'000)	2012-13 Forw ard year 3 (\$'000)
Annual Administered Expenses:					
<i>International Organisations Contributions</i>	5,720	5,588	5,580	5,580	5,580
<i>National Broadband Network - Regional Backbone Blackspots Program</i>	-	-	6,250	6,250	6,250
Policy & Program Support	32,786	64,656	15,331	15,732	16,309
Expenses not requiring Appropriation in the Budget year ¹	94	116	73	81	93
Total Program Expenses	38,600	70,359	27,234	27,643	28,232

1. Expenses not requiring Appropriation in the Budget year is the difference between the total Departmental Expenses and Appropriations.

Program 1.2: Telecommunications, Online and Postal Services

Program 1.2 - Objective:

To support all Australians to safely and securely realise the full potential of the digital economy. Ensure the availability and reliability to consumers and businesses of reasonably priced basic and essential communications services.

Program 1.2 - Expenses:

The change in administered expenses across the programs reflects a number of factors, including:

- Australian Broadband Guarantee – the provision of \$23.8 million in 2009-10;
- Regional Telecommunications Review Response – the transfer of \$22.9 million over four years to the Department of the Treasury to make payments for Local Government projects under the Digital Regions Initiative;
- Cyber-safety – the transfer of \$2.0 million in 2009-10 between elements of the Cyber-safety Plan from the Department to the ACMA; and
- minor adjustments to other programs as a result of indexation adjustments.

	2008-09 Actual (\$'000)	2009-10 Revised budget (\$'000)	2010-11 Forw ard year 1 (\$'000)	2011-12 Forw ard year 2 (\$'000)	2012-13 Forw ard year 3 (\$'000)
Annual Administered Expenses:					
<i>Australian Broadband Guarantee</i>	84,183	81,960	46,366	16,057	-
<i>Consumer Representation Grants Program</i>	1,363	2,000	2,028	2,063	2,100
<i>Connect Australia</i>	44,510	18,647	915	-	-
<i>Cyber-safety</i>	3,369	28,505	4,671	3,607	3,671
<i>E-Security</i>	1,150	1,142	1,460	1,484	1,510
<i>ICT Centre of Excellence</i>	27,338	25,437	25,946	25,000	23,750
<i>Regional Telecommunications Review Response</i>	-	6,719	6,698	6,337	6,543
<i>Telecommunications Action Plan for Remote Indigenous Communities</i>	280	-	-	-	-
Special Account Expenses:					
<i>Communications Fund Special Account</i>	381	-	-	-	-
<i>International Aid Special Accounts20 FMA Act</i>	49	-	-	-	-
Policy & Program Support	55,847	68,409	52,969	48,685	49,900
Expenses not requiring Appropriation in the Budget year ¹	261	256	245	242	274
Total Program Expenses	218,730	233,075	141,297	103,474	87,748

1. Expenses not requiring Appropriation in the Budget year is the difference between the total Departmental Expenses and Appropriations

Program 1.2 - Changed deliverables:

The Australian Broadband Guarantee Program is now expected to deliver 33,000 subsidies in 2009-10.

A key deliverable of the Indigenous Communications Program's Internet Access and Training element is the negotiation of National Partnership Agreement Implementation Plans with each participating State and Territory government. Once agreed, each plan will establish the deliverables and performance targets to be achieved by each State and Territory partner under the program. To date, negotiation with the South Australian Government has concluded. At the conclusion of negotiations with the remaining participating State and Territory governments, the deliverables for this element of the program will be revised.

	2008-09 Actual	2009-10 Revised Budget	2010-11 Forward year 1	2011-12 Forward year 2	2012-13 Forward year 3
Regional Services					
Australian Broadband Guarantee Connections subsidised	36,671	33,000	18,000	6,000	-

Program 1.2 - Changed performance information:

Performance expectations for the Indigenous Communication Program's Internet Access and Training element will be established through negotiation of National Partnership Agreement Implementation Plans. Performance indicators and targets will be revised at the conclusion of the negotiations.

Program 1.3: Broadcasting and Digital Television

Program 1.3 – Objective:

Ensure the smooth transition to digital television by the end of 2013. Support access to high quality and diverse broadcasting services that deliver content consistent with Australia’s diverse community expectations.

Program 1.3 - Expenses:

The change in administered expenses across the programs reflects a number of factors, including:

- Community Broadcasting Program – the provision of \$2.6 million in 2009-10 for community television broadcasters to commence digital television broadcasting from 2010 and indexation adjustments in the forward years; and
- Digital Television Switchover – additional funding of \$2.8 million over the period from 2009-10 to 2011-12, reflecting a change in the number of eligible households under the Household Assistance Program.

	2008-09 Actual (\$'000)	2009-10 Revised budget (\$'000)	2010-11 Forw ard year 1 (\$'000)	2011-12 Forw ard year 2 (\$'000)	2012-13 Forw ard year 3 (\$'000)
Annual Administered Expenses:					
<i>ABC & SBS Digital Interference Scheme</i>	2	100	1,475	-	-
<i>Community Broadcasting Program</i>	8,707	18,923	11,620	11,809	11,413
<i>Digital Television Switchover</i>	7,346	27,467	47,380	40,232	-
<i>National Transmission Network</i>					
<i>Residual Funding Pool</i>	721	133	137	140	525
<i>Regional Equalisation Plan</i>	300	1,300	1,300	1,000	1,000
<i>Television Towers</i> ¹	308	nfp	-	-	-
Policy & Program Support	25,936	28,609	32,105	28,927	17,642
Expenses not requiring Appropriation in the Budget year ²	107	98	152	147	103
Total Program Expenses	43,427	76,630	94,169	82,255	30,684

1. 'nfp' = not for publication. Provision has been made for funding in the 2009-10 Budget. However, contracts for the provision of services have not been negotiated.
2. Expenses not requiring Appropriation in the Budget year is the difference between the total Departmental Expenses and Appropriations

Program 1.3 - Changed deliverables:

In addition to the deliverables for the switchover from analog to digital television transmission by the end of 2013 outlined in the 2009-10 Portfolio Budget Statements, in 2009-10, the Government will also provide community television broadcasters in Sydney, Brisbane, Melbourne, Adelaide and Perth with funding to commence digital television broadcasting from 2010.

Program 1.3 - Changed performance information:

Community television broadcasters in Sydney, Brisbane, Melbourne, Adelaide and Perth commence digital television broadcasting from 2010.

Section 3: Explanatory tables and budgeted financial statements

3.1 EXPLANATORY TABLES

3.1.1 Estimates of special account flows

Special accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Department. The corresponding table in the 2009-10 Portfolio Budget Statements is Table 3.1.2.

Table 3.1.1: Estimates of special account flows

		Opening balance 2009-10 2008-09	Receipts 2009-10 2008-09	Payments 2009-10 2008-09	Adjustments 2009-10 2008-09	Closing balance 2009-10 2008-09
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
Communications Fund Special Account (A) ¹	1	-	-	-	-	-
- s21 FMA Act ² and s158ZH TCPSS Act ³		-	94,457	94,457	-	-
BAF ⁴ Communications Portfolio Special Account	1	-	1,020,000	1,020,000	-	-
- s21 FMA Act and s68 NBF Act ⁵		-	10,000	10,000	-	-
International Aid Special Account (D)	1	-	-	-	-	-
- s20 FMA Act ²		70	4	49	25	-
Other Trust Monies Account (D)	1	-	-	-	-	-
- s20 FMA Act ²		1	-	-	(1)	-
Total special accounts						
2009-10 Budget estimate		-	1,020,000	1,020,000	-	-
Total special accounts						
2008-09 estimate actual		71	104,461	104,506	24	-

(A) = Administered

(D) = Departmental

1. Reflects interest, investment and management fee flows prior to the closure of the Communications Fund on 1 January 2009. The investment balance of \$2,468,395,373 was transferred to the Building Australia Fund administered by the Department of Finance and Deregulation.
2. FMA Act - *Financial Management and Accountability Act 1997*.
3. TCPSS Act - *Telecommunications (Consumer Protection and Service Standards) Act 1999*. Repealed by S48 of the *Nation-building Funds (Consequential Amendments) Act 2008*.
4. BAF – Building Australia Fund.
5. NBF Act - *Nation Building Funds Act 2008*.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Budgeted financial statements

Departmental financial statements

Income Statement (showing Net Cost of Services)

The small decrease in appropriation revenue since the 2009-10 Portfolio Budget Statements (PBS) primarily reflects whole of government efficiency measures and, in 2009-10, the transfer of departmental funding to the Community Broadcasting Program to support community television broadcasters' transition to digital TV broadcasting.

Budgeted Departmental Balance Sheet

The change to the Department's equity position since the 2009-10 PBS reflects the impact of the 2008-09 final budget outcome.

Administered financial statements

Schedule of Income and Expenses administered on behalf of Government

The increases to income estimates since the 2009-10 PBS reflect upward revisions of expected dividends from Australia Post.

Changes to expense estimates since the 2009-10 PBS reflect the impacts of parameter movements, digital rollout by ABC and SBS, funding for the Australian Broadband Guarantee Program, movement of funds between years for the SBS, increased funding for the Community Broadcasting Program to support community television broadcasters transition to digital transmission, and the transfer of funding to the ACMA within the Government's Cyber-safety initiative.

Schedule of budgeted assets and liabilities administered on behalf of government

The change to the Department's administered investments since the 2009-10 PBS reflects the impact of the 2008-09 final budget outcome, particularly in relation to Australia Post.

Schedule of budgeted cash flows administered on behalf of Government

In the main, changes to the estimates of operating cash-flows since the 2009-10 PBS reflect changes to the Schedule of Income and Expenses administered on behalf of Government.

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
EXPENSES					
Employee benefits	66,118	76,741	68,674	66,321	60,762
Supplier	42,533	79,051	26,020	21,312	17,472
Grants	10	-	-	-	-
Depreciation and amortisation	5,862	6,311	6,155	6,154	6,062
Write-down and impairment of assets	258	8	-	-	-
Finance costs	247	32	26	26	26
Other	3	-	-	-	-
Total expenses	115,031	162,143	100,875	93,813	84,322
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	1,273	1,780	-	-	-
Other revenue	248	-	-	-	-
Total revenue	1,521	1,780	-	-	-
Gains					
Other gains	465	470	470	470	470
Total gains	465	470	470	470	470
Total own-source income	1,986	2,250	470	470	470
Net cost of (contribution by) services					
Appropriation revenue	117,075	159,893	100,405	93,343	83,852
Surplus (Deficit)	4,030	-	-	-	-
Surplus (Deficit) attributable to the Australian Government	4,030	-	-	-	-
OTHER COMPREHENSIVE INCOME					
Total comprehensive income attributable to the Australian Government	4,030	-	-	-	-

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
ASSETS					
Financial assets					
Cash and equivalents	2,172	856	868	746	831
Trade and other receivables	84,331	85,403	87,896	91,243	93,133
Total financial assets	86,503	86,259	88,764	91,989	93,964
Non-financial assets					
Land and buildings	6,244	6,534	5,480	4,414	3,331
Infrastructure, plant and equipment	4,942	6,417	5,676	4,760	5,068
Intangibles	1,728	1,806	1,744	1,690	1,645
Other	397	397	397	397	397
Total non-financial assets	13,311	15,154	13,297	11,261	10,441
Total assets	99,814	101,413	102,061	103,250	104,405
LIABILITIES					
Provisions					
Employees	16,449	16,545	16,977	18,166	19,321
Other	1,831	1,831	1,831	1,831	1,831
Total provisions	18,280	18,376	18,808	19,997	21,152
Payables					
Suppliers	6,591	6,591	6,591	6,591	6,591
Other	1,900	1,890	1,890	1,890	1,890
Total payables	8,491	8,481	8,481	8,481	8,481
Total liabilities	26,771	26,857	27,289	28,478	29,633
Net assets	73,043	74,556	74,772	74,772	74,772
EQUITY*					
Parent entity interest					
Contributed equity	74	1,587	1,803	1,803	1,803
Reserves	2,919	2,919	2,919	2,919	2,919
Retained surpluses or accumulated deficits	70,050	70,050	70,050	70,050	70,050
Total parent entity interest	73,043	74,556	74,772	74,772	74,772
Current assets	28,770	26,311	26,648	27,575	28,476
Non-current assets	71,044	75,102	75,413	75,675	75,929
Current liabilities	22,727	20,239	20,498	21,212	21,905
Non-current liabilities	4,044	6,618	6,791	7,266	7,728

Prepared on Australian Accounting Standards basis.

* 'Equity' is the residual interest in assets after deduction of liabilities

Table 3.2.3: Budgeted departmental statement of cash flows (as at 30 June)

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	1,461	1,772	-	-	-
Appropriations	110,399	158,821	97,912	89,996	81,962
Net GST received	4,283	-	-	-	-
Other	3,352	-	-	-	-
Total cash received	119,495	160,593	97,912	89,996	81,962
Cash used					
Employees	67,147	78,001	69,532	66,422	59,750
Suppliers	45,388	77,225	24,260	19,552	16,859
Grants	11	-	-	-	-
Other	4,274	42	26	26	26
Total cash used	116,820	155,268	93,818	86,000	76,635
Net cash from or (used by) operating activities	2,675	5,325	4,094	3,996	5,327
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	2	-	-	-	-
Total cash received	2	-	-	-	-
Cash used					
Purchase of property, plant and equipment	3,831	8,154	4,298	4,118	5,242
Total cash used	3,831	8,154	4,298	4,118	5,242
Net cash from or (used by) investing activities	(3,829)	(8,154)	(4,298)	(4,118)	(5,242)

Prepared on Australian Accounting Standards basis.

**Table 3.2.3: Budgeted departmental statement of cash flows (as at 30 June)
(continued)**

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	221	1,513	216	-	-
Total cash received	221	1,513	216	-	-
Cash used					
Total cash used	-	-	-	-	-
Net cash from or (used by) financing activities	221	1,513	216	-	-
Net increase or (decrease) in cash held	(933)	(1,316)	12	(122)	85
Cash at the beginning of the reporting period	3,105	2,172	856	868	746
Cash at the end of the reporting period	2,172	856	868	746	831

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	70,050	2,919	74	73,043
Adjusted opening balance	70,050	2,919	74	73,043
Income and expense				
Sub-total income and expense	-	-	-	-
Total income and expenses recognised directly in equity	-	-	-	-
Transactions with owners				
<i>Contribution by owners</i>				
Appropriation (equity injection)	-	-	1,513	1,513
Sub-total transactions with owners	-	-	1,513	1,513
Estimated closing balance as at 30 June 2010	70,050	2,919	1,587	74,556

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement - Departmental

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	303	3,364	216	-	-
Total capital appropriations	303	3,364	216	-	-
Represented by:					
Purchase of non-financial assets	303	1,513	216	-	-
Other	-	1,851	-	-	-
Total represented by	303	3,364	216	-	-
ACQUISITION OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	303	1,513	216	-	-
Funded internally from departmental resources ¹	4,111	6,641	4,082	4,118	5,242
TOTAL	4,414	8,154	4,298	4,118	5,242

Prepared on Australian Accounting Standards basis.

1 Includes the following sources of funding: annual and prior year appropriations; donations and contributions; gifts; finance leases; internally developed assets; s31 relevant agency receipts; and proceeds from the sale of assets.

Table 3.2.6: Statement of Asset Movements (2009-10)

	Buildings \$'000	Other Infrastructure, Plant & Equipment \$'000	Intangibles \$'000	Total \$'000
As at 1 July 2009				
Gross book value	6,244	4,961	4,174	15,379
Accumulated depreciation/amortisation	-	(20)	(2,445)	(2,465)
Opening net book balance	6,244	4,941	1,729	12,914
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase or internally developed	3,726	3,858	570	8,154
Acquisition of entities or operations (including restructuring) sub-total	3,726	3,858	570	8,154
Other movements				
Assets held for sale or in a disposal group held for sale				
Depreciation/amortisation expense	(3,436)	(2,382)	(493)	(6,311)
As at 30 June 2010				
Gross book value	9,970	8,819	4,744	23,533
Accumulated depreciation/amortisation	(3,436)	(2,402)	(2,938)	(8,776)
Closing net book balance	6,534	6,417	1,806	14,757

Prepared on Australian Accounting Standards basis.

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Revenue					
Non-taxation					
Interest	86,395	633	504	376	247
Dividends	427,800	157,000	159,000	166,000	166,000
Other sources of non-taxation revenues	349	-	-	-	-
Total non-taxation	514,544	157,633	159,504	166,376	166,247
Total revenues administered on behalf of government	514,544	157,633	159,504	166,376	166,247
Gains					
Other gains	1,018	-	-	-	-
Total gains administered on behalf of government	1,018	-	-	-	-
Total income administered on behalf of government	515,562	157,633	159,504	166,376	166,247
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Grants	83,070	97,507	52,280	47,444	45,435
Grant payments to CAC Act entities	1,049,870	1,122,731	1,153,330	1,187,968	1,196,441
Subsidies	84,816	84,214	48,190	17,935	2,923
Suppliers	11,837	32,146	49,526	42,350	2,154
Depreciation and amortisation	-	-	6,250	6,250	6,250
Write down & impairment of assets	18	-	-	-	-
Other	5,937	5,588	5,580	5,580	5,580
Total expenses administered on behalf of government	1,235,548	1,342,186	1,315,156	1,307,527	1,258,783

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					
Cash and cash equivalents	8,440	-	-	-	-
Receivables	18,798	15,534	12,414	9,363	6,003
Investments	3,610,191	4,402,637	8,075,552	8,080,371	8,080,371
Total financial assets	3,637,429	4,418,171	8,087,966	8,089,734	8,086,374
Non-financial assets					
Infrastructure, plant and equipment	-	250,000	243,750	237,500	231,250
Other	3,107	3,107	3,107	3,107	3,107
Total non-financial assets	3,107	253,107	246,857	240,607	234,357
Total assets administered on behalf of government	3,640,536	4,671,278	8,334,823	8,330,341	8,320,731
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Suppliers	1,698	-	-	-	-
Subsidies	6,667	5,500	4,290	3,850	-
Grants	8,337	-	-	-	-
Other payables	5,935	5,935	5,935	5,935	5,935
Total payables	22,637	11,435	10,225	9,785	5,935
Total liabilities administered on behalf of government	22,637	11,435	10,225	9,785	5,935

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
OPERATING ACTIVITIES					
Cash received					
Interest	94,459	644	514	387	257
Dividends	427,800	157,000	159,000	166,000	166,000
Net GST received	19,582	47,398	15,039	10,814	5,402
Other	414	-	-	-	-
Total cash received	542,255	205,042	174,553	177,201	171,659
Cash used					
Grant payments	84,649	115,590	57,437	52,190	49,980
CAC Act entity payments	1,049,870	1,122,731	1,153,330	1,187,968	1,196,441
Subsidies paid	102,062	93,802	54,219	20,169	7,065
Suppliers	12,097	37,059	54,479	46,584	2,369
Other	6,340	5,588	5,580	5,580	5,580
Total cash used	1,255,018	1,374,770	1,325,045	1,312,491	1,261,435
Net cash from or (used by) operating activities	(712,763)	(1,169,728)	(1,150,492)	(1,135,290)	(1,089,776)
INVESTING ACTIVITIES					
Cash received					
Receipts from Building Australia Fund	10,000	1,020,000	1,370,000	-	-
Total cash received	10,000	1,020,000	1,370,000	-	-
Cash used					
Purchase of property, plant and equipment	-	275,000	-	-	-
Loans to CAC Act entities	15,000	-	-	-	-
Transfers to other entities	-	-	-	-	-
Investments	94,300	-	-	-	-
Investments in CAC Act entities	23,836	792,446	3,672,915	4,819	-
Total cash used	133,136	1,067,446	3,672,915	4,819	-
Net cash from or (used by) investing activities	(123,136)	(47,446)	(2,302,915)	(4,819)	-
FINANCING ACTIVITIES					
Cash received					
Loan repayments from CAC Act entities	-	3,000	3,000	3,000	3,000
Other	-	-	59,000	237,000	363,000
Total cash received	-	3,000	62,000	240,000	366,000
Net cash from or (used by) financing activities	-	3,000	62,000	240,000	366,000
Net increase or (decrease) in cash held	(835,899)	(1,214,174)	(3,391,407)	(900,109)	(723,776)

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

	Actual	Revised budget	Forw ard estimate	Forw ard estimate	Forw ard estimate
	2008-09	2009-10	2010-11	2011-12	2012-13
	\$'000	\$'000	\$'000	\$'000	\$'000
Cash at beginning of reporting period	24	8,440	-	-	-
Cash from Official Public Account for:					
- appropriations	1,276,968	1,367,144	3,612,921	1,306,496	1,256,033
- special accounts	158	-	-	-	-
- section 30A draw dow ns	16,317	46,635	15,039	10,814	5,402
Cash to Official Public Account for:					
- dividends	(427,800)	(157,000)	(159,000)	(166,000)	(166,000)
- special accounts	(158)	-	-	-	-
- loan repayments from CAC Act entities	-	(3,644)	(3,514)	(3,387)	(3,257)
- section 30A repayments	(17,008)	(47,398)	(15,039)	(10,814)	(5,402)
- other	(4,162)	(3)	(59,000)	(237,000)	(363,000)
Cash at end of reporting period	8,440	-	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.2.11: Schedule of Administered Capital Budget

	Actual	Revised budget	Forw ard estimate	Forw ard estimate	Forw ard estimate
	2008-09	2009-10	2010-11	2011-12	2012-13
	\$'000	\$'000	\$'000	\$'000	\$'000
CAPITAL APPROPRIATIONS					
Administered assets	-	-	2,300,000	-	-
Total capital appropriations	-	-	2,300,000	-	-
Represented by:					
Other	-	-	2,300,000	-	-
Total represented by	-	-	2,300,000	-	-
ACQUISITION OF NON-FINANCIAL ASSETS					
Funded internally from					
Departmental resources ¹	-	250,000	-	-	-
TOTAL	-	250,000	-	-	-

Prepared on Australian Accounting Standards basis.

1. Reflects funding transferred from the Department of Finance and Deregulation's Building Australia Fund special account to the Department's Building Australia Fund special account for the National Broadband Network – Regional Backbone Blackspots Program.

Table 3.2.12: Statement of Administered Asset Movements (2009-10)

	Other infrastructure, plant and equipment \$'000	Total \$'000
As at 1 July 2009		
Opening net book balance	-	-
CAPITAL ASSET ADDITIONS		
Estimated expenditure on new or replacement assets		
By purchase or internally developed	250,000	250,000
Acquisition of entities or operations (including restructuring) sub-total	250,000	250,000
Other movements		
Depreciation/amortisation expense	-	-
As at 30 June 2010		
Gross book value	250,000	250,000
Accumulated depreciation/amortisation	-	-
Closing net book balance	250,000	250,000

Prepared on Australian Accounting Standards basis.

AUSTRALIAN BROADCASTING CORPORATION

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AUSTRALIAN BROADCASTING CORPORATION

Section 1: Agency overview and resources

1.1 STRATEGIC DIRECTION

There have been no significant changes to the Australian Broadcasting Corporation's (ABC's) strategic direction, role/mission, outcomes or programs as a result of Additional Estimates. There have been minor additional appropriations for the rollout of digital television and NewsRadio extensions.

A full outline of the ABC's strategic direction can be found in the 2009-10 Portfolio Budget Statement.

1.2 AGENCY RESOURCE STATEMENT

The Agency Resource Statement details the resourcing for the ABC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2009-10 Budget year, including variations through Appropriation Bills No. 3 and No. 4, special appropriations and special accounts.

Table 1.1: ABC resource statement – Additional estimates for 2009-10 as at Additional Estimates November 2009

Source	Estimate as at + Budget 2009-10 \$'000	Proposed Additional = Estimates 2009-10 \$'000	Total estimate Additional Estimates 2009-10 \$'000	Total resources 2008-09 \$'000
Opening balance/Reserves at bank¹	5,897		8,154	3,456
REVENUE FROM GOVERNMENT				
Ordinary annual services²				
<i>Outcome 1</i>	731,023	-	731,023	683,384
<i>Outcome 2</i>	92,721	817	93,538	90,671
<i>Outcome 3</i>	84,177	1,380	85,557	84,356
<i>Outcome 4</i>	4,385	-	4,385	-
Total ordinary annual services	912,306	2,197	914,503	858,411
Other services³				
<i>Non-Operating</i>	17,556	-	17,556	11,250
Total other services	17,556	-	17,556	11,250
Total annual appropriations	929,862	2,197	932,059	869,661
Payments from related entities⁴				
<i>Amounts from other agencies</i>	19,289	-	19,289	18,831
Total	19,289	-	19,289	18,831
Total funds from government	949,151	2,197	951,348	888,492
FUNDS FROM OTHER SOURCES				
<i>Interest</i>	6,000	-	6,000	11,072
<i>Sale of goods and services</i>	184,692	-	184,692	184,898
Total	190,692	-	190,692	195,970
Total net resourcing for ABC	1,145,740	2,197	1,150,194	1,087,918

All figures are GST exclusive

The ABC is not directly appropriated as it is a *Commonwealth Authorities and Companies Act 1997* (CAC Act) Body. Appropriations are made to the Department of Broadband, Communications and the Digital Economy, which are then paid to the ABC and are considered 'departmental' for all purposes.

1 The opening balance/reserves at bank has been revised from \$5.9m estimated at Budget to \$8.2m actual, as reflected in the 2008-09 Annual Report.

2 Appropriation Bills (No. 1 & 3) 2009-10

3 Appropriation Bills (No. 2 & 4) 2009-10

4 Funding provided by another Government body that is not specified within the annual appropriation bills as a payment to the CAC Act body.

1.3 AGENCY MEASURES TABLE

There have been no measures taken since the 2009-10 Budget that affect ABC appropriations for 2009-10.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following table details the changes to the resourcing for the ABC at Additional Estimates, by outcome. Table 1.4 details Additional Estimates or variations through factors such as parameter adjustments.

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

	Program impacted	2009-10 (\$'000)	2010-11 (\$'000)	2011-12 (\$'000)	2012-13 (\$'000)
Outcome 1					
Decrease in estimates (departmental)					
Changes in the wage and price indices	1.1, 1.2, 1.3	-	(642)	(677)	(3,305)
Net impact on estimates for Outcome 1 (departmental)		-	(642)	(677)	(3,305)
Outcome 2					
Increase in estimates (departmental)					
ABC New sRadio implementation	2.1	817	745	758	769
Changes in the wage and price indices	2.1	-	189	-	-
Decrease in estimates (departmental)					
Changes in the wage and price indices	2.1	-	-	(179)	(83)
Net impact on estimates for Outcome 2 (departmental)		817	934	579	686
Outcome 3					
Increase in estimates (departmental)					
Digital Implementation Plan Rollout	3.1	1,380	1,294	1,337	1,365
Decrease in estimates (departmental)					
Changes in the wage and price indices	3.1	-	(263)	(160)	(346)
Net impact on estimates for Outcome 3 (departmental)		1,380	1,031	1,177	1,019
Outcome 4					
Increase in estimates (departmental)					
Changes in the wage and price indices	4.1	-	6	-	-
Decrease in estimates (departmental)					
Changes in the wage and price indices	4.1	-	-	(5)	(3)
Net impact on estimates for Outcome 4 (departmental)		-	6	(5)	(3)

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the ABC through Appropriation Bills No. 3. The ABC has no Additional Estimates appropriations under Appropriation Bill No. 4.

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

	2008-09 Available (\$'000)	2009-10 Budget (\$'000)	2009-10 Revised (\$'000)	Additional estimates (\$'000)	Reduced estimates (\$'000)
DEPARTMENTAL PROGRAMS					
Outcome 1					
Informed, educated and entertained audiences - throughout Australia and overseas - through innovative and comprehensive media and related services	683,384	731,023	731,023	-	-
Outcome 2					
Audience access to ABC satellite and analog terrestrial radio and television transmission services is, at a minimum, maintained year-on-year through the management of Transmission Service Agreements	90,671	92,721	93,538	817	-
Outcome 3					
Audience access to ABC digital television services is provided, in accordance with Government approved implementation policy, through the roll-out and maintenance of the associated distribution and transmission infrastructure	84,356	84,177	85,557	1,380	-
Outcome 4					
Audience access to ABC digital radio services is provided, in accordance with Government approved implementation policy, through the roll-out and maintenance of the associated distribution and transmission infrastructure	-	4,385	4,385	-	-
Total	858,411	912,306	914,503	2,197	-

Note 1: 2008-09 available appropriation 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 RESOURCES AND PERFORMANCE INFORMATION

There have been no revisions to the ABC's outcomes and programs structure, strategy or performance information as a result of Additional Estimates. There are minor changes to the resourcing of programs in Outcomes 2 and 3.

OUTCOME 1

There have been no changes to Outcome 1 as a result of Additional Estimates.

OUTCOME 2

Table 2.1.2 Budgeted Expenses and Resources for Outcome 2

There has been a variation in the resourcing for Outcome 2 in Additional Estimates as a result of additional funding for the implementation of NewsRadio services.

Outcome 2: Audience access to ABC satellite and analog terrestrial radio and television transmission services is, at a minimum, maintained year-on-year through the management of Transmission Service Agreements	2008-09 Actual expenses \$'000	2009-10 Revised estimated expenses \$'000
Program 2.1: ABC Analog Transmission		
Revenue from Government		
Ordinary annual services (Appropriation Bills No. 1 & 3)	90,603	95,150
Total for Program 2.1	90,603	95,150
Total expenses for Outcome 2	90,603	95,150
Average Staffing Level (number)¹	2008-09 -	2009-10 -

¹ ABC staffing levels are all reflected against Outcome 1 in the 2009-10 Portfolio Budget Statements.

Program 2.1: ABC Analog Transmission

Program Expenses

	2008-09 Budget	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
('000)					
Annual departmental expenses:					
Departmental item	89,059	93,538	95,570	91,170	85,758
Expenses not requiring appropriation in the Budget year	-	1,612	-	-	-
Total program expenses	89,059	95,150	95,570	91,170	85,758

OUTCOME 3

There has been a variation in the resourcing for Outcome 3 in Additional Estimates as a result of additional rollout of Digital Implementation Plans in 2009-10.

Table 2.1.3 Budgeted Expenses and Resources for Outcome 3

Outcome 3: Audience access to ABC digital television services is provided, in accordance with Government approved implementation policy, through the roll-out and maintenance of the associated distribution and transmission infrastructure	2008-09 Actual expenses \$'000	2009-10 Revised estimated expenses \$'000
Program 3.1: Access to digital television services		
Revenue from Government		
Ordinary annual services (Appropriation Bill No. 1)	76,628	85,557
Total for Program 3.1	76,628	85,557
Total expenses for Outcome 3	76,628	85,557
Average Staffing Level (number)¹	2008-09	2009-10
	-	-

1 ABC staffing levels are all reflected against Outcome 1 in the 2009-10 Portfolio Budget Statements.

Program 3.1: Digital Television Services

Program Expenses

	2008-09 Budget	2009-10 Revised budget	2010-11 Forward year 1	2011-12 Forward year 2	2012-13 Forward year 3
(‘000)					
Annual departmental expenses:					
Departmental item	77,356	85,557	86,455	84,502	86,462
Total program expenses	77,356	85,557	86,455	84,502	86,462

OUTCOME 4

There have been no changes to 2009-10 appropriation funding for Outcome 4 as a result of Additional Estimates.

Section 3: Explanatory tables and budgeted financial statements

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

Departmental Income Statement

The principal items impacting the 2009-10 Comprehensive Income Statement since the Budget are the additional funding and related expenditures for extensions to NewsRadio services and the rollout of Digital Television.

Departmental Balance Sheet

The movements since the Budget in the Balance Sheet for 2009-10 and forward years are primarily driven by revised balances carried forward from the prior year.

3.2.2 Budgeted financial statements

Departmental financial statements

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	418,616	424,945	441,941	459,619	478,004
Supplier	576,932	594,131	611,965	610,454	606,461
Depreciation and amortisation	85,228	88,899	87,639	87,639	87,639
Write-down and impairment of assets	3,440				
Finance costs	4,319	2,991	1,658	287	-
Other					
Total expenses	1,088,535	1,110,966	1,143,203	1,157,999	1,172,104
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	184,898	184,692	184,934	189,581	195,268
Interest	11,072	6,000	6,000	6,000	6,000
Other revenue	29,636	19,289	19,354	-	-
Total revenue	225,606	209,981	210,288	195,581	201,268
Gains					
Sale of assets	17,771				
Other gains	625				
Total gains	18,396	-	-	-	-
Total own-source income	244,002	209,981	210,288	195,581	201,268
Net cost of (contribution by) services	844,533	900,985	932,915	962,418	970,836
Revenue from government	858,411	914,503	948,045	977,548	985,966
Surplus (Deficit)	13,878	13,518	15,130	15,130	15,130
Surplus (Deficit) attributable to the Australian Government	13,878	13,518	15,130	15,130	15,130
Total comprehensive income attributable to the Australian Government	13,878	13,518	15,130	15,130	15,130

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
ASSETS					
Financial assets					
Cash and equivalents	8,154	8,154	8,154	8,154	8,154
Trade and other receivables	12,128	12,128	12,128	12,128	12,128
Investments	141,300	102,135	91,265	101,395	116,525
Other	15,356	15,356	15,356	15,356	15,356
Total financial assets	176,938	137,773	126,903	137,033	152,163
Non-financial assets					
Land and buildings	639,586	609,185	591,330	561,475	531,620
Infrastructure, plant and equipment	225,194	293,574	311,272	341,497	371,723
Inventories	90,570	90,570	90,570	90,570	90,570
Intangibles	14,439	14,016	14,173	13,803	13,432
Other	77,953	77,953	77,953	77,953	77,953
Total non-financial assets	1,047,742	1,085,298	1,085,298	1,085,298	1,085,298
Total assets	1,224,680	1,223,071	1,212,201	1,222,331	1,237,461
LIABILITIES					
Interest bearing liabilities					
Loans	56,500	31,000	5,000	-	-
Total interest bearing liabilities	56,500	31,000	5,000	-	-
Provisions					
Employees	120,886	124,779	124,779	124,779	124,779
Other	82,642	71,749	71,749	71,749	71,749
Total provisions	203,528	196,528	196,528	196,528	196,528
Payables					
Other	18,562	18,562	18,562	18,562	18,562
Total payables	18,562	18,562	18,562	18,562	18,562
Total liabilities	278,590	246,090	220,090	215,090	215,090
Net assets	946,090	976,981	992,111	1,007,241	1,022,371

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted Departmental Balance Sheet (as at 30 June) (cont)

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
EQUITY¹					
Parent entity interest					
Contributed equity	103,662	121,035	121,035	121,035	121,035
Reserves	551,387	551,387	551,387	551,387	551,387
Retained surpluses or accumulated deficits	291,041	304,559	319,689	334,819	349,949
Total parent entity interest	946,090	976,981	992,111	1,007,241	1,022,371
Total equity	946,090	976,981	992,111	1,007,241	1,022,371
Current assets	275,761	275,399	272,951	275,232	278,639
Non-current assets	948,919	947,672	939,250	947,099	958,822
Current liabilities	230,403	223,903	202,903	197,903	197,903
Non-current liabilities	48,187	22,187	17,187	17,187	17,187

Prepared on Australian Accounting Standards basis.

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

Table 3.2.3: Budgeted Departmental Statement of Cash Flows (as at 30 June)

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	175,417	184,692	184,934	189,581	195,268
Appropriations	858,411	914,503	948,045	977,548	985,966
Interest	10,877	6,000	6,000	6,000	6,000
Other	83,316	73,611	75,451	55,936	55,528
Total cash received	1,128,021	1,178,806	1,214,430	1,229,065	1,242,762
Cash used					
Employees	409,447	427,775	444,856	462,622	478,004
Suppliers	572,672	591,301	609,050	607,451	606,461
Other	59,124	82,813	83,754	61,223	55,528
Total cash used	1,041,243	1,101,889	1,137,660	1,131,296	1,139,993
Net cash from or (used by) operating activities	86,778	76,917	76,770	97,769	102,769
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	40,110	-	-	-	-
Investments	-	24,368	-	-	-
Total cash received	40,110	24,368	-	-	-
Cash used					
Purchase of property, plant and equipment	64,093	126,455	87,639	87,639	87,639
Other	17,158	9,947	15,131	15,130	15,130
Total cash used	81,251	136,402	102,770	102,769	102,769
Net cash from or (used by) investing activities	(41,141)	(112,034)	(102,770)	(102,769)	(102,769)

Prepared on Australian Accounting Standards basis.

**Table 3.2.3: Budgeted Departmental Statement of Cash Flows (as at 30 June)
(cont)**

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity instruments	11,250	17,556	-	-	-
Other	-	25,500	26,000	5,000	-
Total cash received	11,250	43,056	26,000	5,000	-
Cash used					
Repayments of debt	23,500	-	-	-	-
Dividends paid	31,130	7,939	-	-	-
Total cash used	54,630	7,939	-	-	-
Net cash from or (used by) financing activities	(43,380)	35,117	26,000	5,000	-
Net increase or (decrease) in cash held	2,257	-	-	-	-
Cash at the beginning of the reporting period	5,897	8,154	8,154	8,154	8,154
Cash at the end of the reporting period	8,154	8,154	8,154	8,154	8,154

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	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2009					
Balance carried forward from previous period	291,041	551,427	(40)	103,662	946,090
Adjusted opening balance	291,041	551,427	(40)	103,662	946,090
Income and expense					
Surplus (deficit) for the period	13,518	-	-	-	13,518
Total income and expenses recognised directly in equity	13,518	-	-	-	13,518
Transactions with owners					
<i>Distribution to owners</i>					
Returns of capital					
Other ¹	-	-	-	(183)	(183)
<i>Contribution by owners</i>					
Appropriation (equity injection)	-	-	-	17,556	17,556
Sub-total transactions with owners	-	-	-	17,373	17,373
Estimated closing balance as at 30 June 2010	304,559	551,427	(40)	121,035	976,981

Prepared on Australian Accounting Standards basis.

1 Return of capital represents an estimated return of equity of \$0.2m in respect of 2006-09 Outcome 2 transmission funds in excess of requirements.

Table 3.2.5: Capital Budget Statement - Departmental

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	11,250	17,556	-	-	-
Total capital appropriations	11,250	17,556	-	-	-
Represented by:					
Purchase of non-financial assets	-	17,556	-	-	-
Total represented by	-	17,556	-	-	-
ACQUISITION OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	11,250	17,556	-	-	-
Funded internally from departmental resources ¹	87,069	108,899	87,639	87,639	87,639
TOTAL	98,319	126,455	87,639	87,639	87,639

Prepared on Australian Accounting Standards basis.

1 Includes the following sources of funding: annual and prior year appropriations; donations and contributions; gifts; finance leases; internally developed assets; s31 relevant agency receipts; and proceeds from the sale of assets.

Table 3.2.6: Statement of Asset Movements (2009-10)

	Land	Buildings	Other Intangibles infrastructure, plant and equipment	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2009				
Gross book value	172,367	501,604	544,690	1,259,938
Accumulated depreciation/amortisation	46	34,339	319,496	380,719
Opening net book balance	172,321	467,265	225,194	879,219
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase or internally developed	-	8,156	115,049	126,455
Acquisition of entities or operations (including restructuring) sub-total				
	-	8,156	115,049	126,455
Other movements				
Depreciation/amortisation expense	-	38,557	46,669	88,899
As at 30 June 2010				
Gross book value	172,367	509,760	659,739	1,386,393
Accumulated depreciation/amortisation	46	72,896	366,165	469,618
Closing net book balance	172,321	436,864	293,574	916,775

Prepared on Australian Accounting Standards basis.

Notes to the financial statements

Basis of Accounting

The ABC's budget statements are prepared on an Australian Accounting Standards basis.

Variation in Presentation from 2008-09 Audited Financial Statements

The 2008-09 Actual amounts shown in the budgeted financial statements are consistent with the audited financial statements presented in the ABC's 2008-09 Annual Report, but vary slightly in presentation format from those statements. These variations arise from minor differences in the reporting templates issued by the Department of Finance and Deregulation for preparation of the audited financial statements versus the format of budgeted financial statements in the Government's Central Budget Management System.

Departmental

Under the Commonwealth's accrual budgeting framework, transactions that agencies control (Departmental transactions) are separately budgeted for and reported on from transactions agencies do not have control over (Administered transactions). This ensures that agencies are only held fully accountable for the transactions they control. The ABC does not have any administered transactions.

As an agency subject to the *Commonwealth Authorities and Companies Act 1997* (CAC Act), the ABC's appropriation funding is appropriated to the Department of Broadband, Communications and the Digital Economy as Administered funds, and are then paid to the ABC, where they are treated as Departmental for all reporting purposes by the ABC.

Debt

In accordance with the Government's preference on risk management, the ABC now sources debt through the Budget rather than from external financial markets.

As a result of this decision, all debt currently held by the ABC has been sourced from the Budget. The ABC's debt relates to major property projects.

AUSTRALIAN COMMUNICATIONS AND MEDIA AUTHORITY

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AUSTRALIAN COMMUNICATIONS AND MEDIA AUTHORITY

Section 1: Agency overview and resources

1.1 STRATEGIC DIRECTION

A full outline of the Australian Communications and Media Authority's (ACMA's) Strategic Direction can be found in the 2009-10 Portfolio Budget Statements.

1.2 AGENCY RESOURCE STATEMENT

The Agency Resource Statement details the resourcing for the ACMA at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2009-10 Budget year, including variations through Appropriation Bills No. 3 and No. 4, special appropriations and special accounts.

Table 1.1: ACMA resource statement – Additional estimates for 2009-10 as at Additional Estimates November 2009

	Estimate at Budget +	Proposed Additional =	Total estimate at Estimates	Total available appropriatio
	2009-10 \$'000	2009-10 \$'000	2009-10 \$'000	2008-09 \$'000
Ordinary annual services¹				
Departmental appropriation				
Departmental appropriation	97,742	2,000	99,742	107,761
Section 31 Relevant agency receipts ²	1,480	-	1,480	2,329
Total	99,222	2,000	101,222	110,090
Total ordinary annual services	99,222	2,000	101,222	110,090
Other services³				
Departmental non-operating				
Equity injections	30,874	-	30,874	29,468
Previous years' outputs	2,303	-	2,303	-
Total	33,177	-	33,177	29,468
Total other services	33,177	-	33,177	29,468
Total available annual appropriations	132,399	2,000	134,399	139,558
Special appropriations				
Special appropriations limited by amount				
<i>Telecommunications Act 1997</i>	300	-	300	-
Total special appropriations	300	-	300	-
Total appropriations excluding special accounts	132,699	2,000	134,699	139,558
Special accounts				
Opening balance ⁴	7,358	(2,668)	4,690	7,367
Non-appropriation receipts to Special accounts	66,894	-	66,894	74,361
Total special account	74,252	(2,668)	71,584	81,728
Total resourcing	206,951	(668)	206,283	221,286
Less appropriations drawn from annual or special appropriations above and credited to special accounts and/or CAC Act bodies through annual appropriations	(66,894)	-	(66,894)	(77,029)
Total net resourcing for ACMA	140,057	(668)	139,389	144,257

1. Appropriation Bills (No. 1 & 3) 2009-10

2. s31 Relevant Agency receipts - estimate

3. Appropriation Bills (No. 2 & 4) 2009-10

4. Estimated opening balance for special accounts. For further information on special accounts see Table 3.1.1.

1.3 AGENCY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2009-10 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Agency Measures since Budget

	Program	2009-10 \$'000	2010-11 \$'000	2011-12 \$'000	2012-13 \$'000
Revenue measures					
Telecommunications regulatory reform – competition and consumer safeguards	1.2				
Administered revenues		2,454	2,058	1,208	1,166
Total		2,454	2,058	1,208	1,166
Total revenue measures					
	Administered	2,454	2,058	1,208	1,166
Total		2,454	2,058	1,208	1,166
Expense measures					
Telecommunications regulatory reform – competition and consumer safeguards	1.2				
Departmental expenses		-	1,154	1,208	1,166
Total		-	1,154	1,208	1,166
Total expense measures					
	Departmental	-	1,154	1,208	1,166
Total		-	1,154	1,208	1,166

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the ACMA at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2009-10 Budget in Appropriation Bills No. 3 and No. 4. Table 1.4 details Additional Estimates or variations through other factors, such as parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since 2009-10 Budget

	Program impacted	2009-10 (\$'000)	2010-11 (\$'000)	2011-12 (\$'000)	2012-13 (\$'000)
Outcome 1					
Revenue measures					
Increase in estimates (administered)					
Telecommunications regulatory reform – competition and consumer safeguards	1.2	2,454	2,058	1,208	1,166
Net impact on estimates for Outcome 1 (administered)		2,454	2,058	1,208	1,166
Expense measures					
Increase in estimates (departmental)					
Telecommunications regulatory reform – competition and consumer safeguards	1.2	-	1,154	1,208	1,166
Net impact on estimates for Outcome 1 (departmental)		-	1,154	1,208	1,166

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

	Program impacted	2009-10 (\$'000)	2010-11 (\$'000)	2011-12 (\$'000)	2012-13 (\$'000)
Outcome 1					
Decrease in estimates (administered)					
Do Not Call Register revenue	1.2	(468)	(487)	(613)	(613)
Net impact on estimates for Outcome 1 (administered)					
		(468)	(487)	(613)	(613)
Increase in estimates (departmental)					
Cyber-safety ¹	1.2	2,000	-	-	-
Decrease in estimates (departmental)					
Parameter adjustments	1.1, 1.2	-	(343)	(600)	(655)
Gershon Review Phase 2	1.1, 1.2	-	(415)	(419)	(423)
Net impact on estimates for Outcome 1 (departmental)					
		2,000	(758)	(1,019)	(1,078)

1. The Cyber-safety funding is offset by a reduction in the Administered Appropriations for the Department of Broadband, Communications and the Digital Economy.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the ACMA through Appropriation Bills No. 3 and No. 4.

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

	2008-09 Available (\$'000)	2009-10 Budget (\$'000)	2009-10 Revised (\$'000)	Additional estimates (\$'000)	Reduced estimates (\$'000)
DEPARTMENTAL PROGRAMS					
Outcome 1					
A communications and media environment that balances the needs of the industry and the Australian community through regulation, education and advice	95,316	97,742	99,742	2,000	-
Total	95,316	97,742	99,742	2,000	-
Total administered and departmental	95,316	97,742	99,742	2,000	-

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

There are no variations for Appropriation Bill (No. 4).

Section 2: Revisions to agency resources and planned performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

OUTCOME 1

Table 2.1 Budgeted Expenses and Resources for Outcome 1

Outcome 1:	2008-09	2009-10
A communications and media environment that balances the needs of the industry and the Australian community through regulation, education and advice	Actual expenses	Revised estimated expenses
	\$'000	\$'000
Program 1.1: Communications regulation, planning and licensing		
Administered expenses		
Special accounts	176	50
Departmental expenses		
Ordinary annual services (Appropriation Bills No. 1 & 3)	64,751	65,487
Revenues from independent sources (section 31)	1,560	1,284
Total for Program 1.1	66,487	66,821
Program 1.2: Consumer safeguards, education and information		
Administered expenses		
Special appropriations	-	300
Special accounts	76,721	66,894
Departmental expenses		
Ordinary annual services (Appropriation Bills No. 1 & 3)	31,891	34,255
Revenues from Independent sources (section 31)	769	200
Total for Program 1.2	109,381	101,649
Outcome 1 Totals by appropriation type		
Administered Expenses		
Special appropriations	-	300
Special accounts	76,897	66,944
Departmental expenses		
Ordinary annual services (Appropriation Bills No. 1 & 3)	96,642	99,742
Revenues from independent sources (section 31)	2,329	1,484
Total expenses for Outcome 1	175,868	168,470
	2008-09	2009-10
Average Staffing Level (number)	530	540

Program 1. 1: Communications regulation, planning and licensing
--

Program Expenses 1.1

	2008-09 Budget	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
('000)					
Program component name					
Annual departmental expenses:					
Program expenses	50,397	50,746	49,401	49,304	45,849
Annual administered expenses:					
Special account expenses:					
Other Trust Monies	176	50	50	50	50
Program support	15,914	16,025	15,600	15,570	14,478
Total program expenses	66,487	66,821	65,051	64,924	60,377

Program 1.1 Deliverables

Government revenue targets met in the collection of annual numbering charges.

Applications for an opinion on control or temporary approval of a breach of the *Broadcasting Services Act 1992* (BSA) dealt with within applicable timeframes.

Annual identification and publication of primary issues facing key radiocommunications services, and methods ACMA proposes to use to manage these issues.

Greater marketplace contestability in frequency assignments.

Increased proportion of spectrum licensed through class and spectrum licensing.

The proportion of licensing and numbering transaction applications dealt with within applicable timeframes.

The proportion of online content, Do Not Call Register and broadcasting code complaints dealt with within applicable timeframes.

Price-based allocations of spectrum completed within statutory timeframes.

Evaluate digital transmission reception to assess whether digital television has the same coverage as current analog services.

Review community broadcasting licence allocation and renewal processes.

	2008-09 Budget	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
Deliverables					
Communications regulation, planning and licensing	66,487	66,821	65,051	64,924	60,377
Total	66,487	66,821	65,051	64,924	60,377

Program 1.1 Key Performance Indicators

An effective regulatory environment that supports a dynamic communications sector and enables industry to meet the communications needs of the community.

Efficient planning, allocation and use of national resources such as radiofrequency spectrum, telecommunications numbering and telecommunications infrastructure.

Industry contributes to, and complies with, the regulatory framework without being subject to undue financial or administrative burden.

Levels of industry compliance with the regulatory framework as assessed by breaches and recurrent breaches of legislation, codes, standards and licence conditions.

The cost of ACMA's regulatory activities is minimised to the extent possible.

Key Performance Indicators	2008-09 Budget	2009-10 Revised budget target	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
Communications regulation, planning and licensing	66,487	66,821	65,051	64,924	60,377
Total	66,487	66,821	65,051	64,924	60,377

Program 1.2: Consumer safeguards, education and information

Program Expenses 1.2

(‘000)	2008-09 Budget	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
Program component name					
Annual departmental expenses:					
Program expenses	24,821	26,186	24,878	24,869	25,317
Special appropriations:					
Telecommunications - Consumer Codes	-	300	300	300	300
Special account expenses:					
Universal Service Levy	56,968	49,394	49,394	49,394	49,394
National Relay Service	19,753	17,500	17,500	17,500	17,500
Program support	7,839	8,269	7,856	7,853	7,995
Total program expenses	109,381	101,649	99,928	99,916	100,506

Program 1.2 Deliverables

Information programs delivered in order to raise awareness of rights, obligations and safety issues.

Online content, telemarketing, anti-spam and broadcasting code complaints dealt with within applicable timeframes.

Reports on industry compliance with statutory consumer safeguards made available within required timeframes.

Develop educational and research initiatives to underpin Cybersafety program.

Undertake consultation at regular intervals to receive information and advice on matters affecting consumers of communications services.

In cooperation with industry, undertake reviews of communications standards, codes and determinations within appropriate timeframes.

Raise awareness of Australia's spam legislation among consumers, businesses and the e-marketing industry through education programs and publications.

Deliverables	2008-09 Budget	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
Consumer safeguards, education and information	109,381	101,649	99,928	99,916	100,506
Total	109,381	101,649	99,928	99,916	100,506

Program 1.2 Key Performance Indicators

The community has access to sufficient information to enable it to make informed decisions about communications products and services.

Effective community safeguards are implemented and maintained.

Research is undertaken, and stakeholders engaged, to maximise the extent to which information, standards and safeguards address the broad concerns of the community.

Key Performance Indicators	2008-09 Budget	2009-10 Revised budget target	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
Consumer safeguards, education and information	109,381	101,649	99,928	99,916	100,506
Total	109,381	101,649	99,928	99,916	100,506

Section 3: Explanatory tables and budgeted financial statements

3.1 EXPLANATORY TABLES

3.1.1 Estimates of special account flows

Special accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by the ACMA. The corresponding table in the 2009-10 Portfolio Budget Statements is Table 3.1.2.

Table 3.1.1: Estimates of special account flows

		Opening balance 2009-10 2008-09	Receipts 2009-10 2008-09	Payments 2009-10 2008-09	Adjustments 2009-10 2008-09	Closing balance 2009-10 2008-09
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
Universal Service Account (A)		908	49,394	49,394	-	908
<i>FMA Act 1997</i> ¹ s21 and	1	806	57,070	56,968	-	908
<i>TCPSS Act 1999</i> ² s21(2)						
National Relay Service Account (A)		3,568	17,500	17,500	-	3,568
<i>FMA Act 1997</i> s21 and	1	6,552	16,769	19,753	-	3,568
<i>TCPSS Act 1999</i> s102(2)						
Other Trust Moneys (A)	1	202	50	50	-	202
<i>FMA Act 1997</i> s21		-	378	176	-	202
Comcare Trust Account (A)	1	21	-	-	-	21
<i>FMA Act 1997</i> s21		9	144	132	-	21
Total special accounts						
2009-10 Budget estimate		4,699	66,944	66,944	-	4,699
Total special accounts						
2008-09 estimate actual		7,367	74,361	77,029	-	4,699

(A) = Administered

(D) = Departmental

1 FMA Act – *Financial Management and Accountability Act 1997*

2 TCPSS Act – *Telecommunications (Consumer Protection and Service Standards) Act 1999*

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

Departmental Revenues

Departmental appropriation revenue has increased by \$2.0m since the 2009-10 Portfolio Budget Statements, due to an increase in funding for the Cyber-safety program.

Administered Revenues

The ACMA will recover additional income through the Annual Carrier Licence Charge as a result of the new measure - Telecommunications regulatory reform - competition and consumer safeguards. Do Not Call Register income has been revised to align with the current Cost Recovery Impact Statement.

3.2.2 Budgeted financial statements

Departmental financial statements

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (showing Net Cost of Services) for the period ended 30 June

	Actual	Revised budget	Forw ard estimate	Forw ard estimate	Forw ard estimate
	2008-09	2009-10	2010-11	2011-12	2012-13
	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES					
Employee benefits	57,334	60,367	62,167	62,073	58,246
Supplier	37,204	33,304	27,250	27,158	27,036
Depreciation and amortisation	4,221	7,510	8,273	8,320	8,312
Write-down and impairment of assets	202	-	-	-	-
Losses from asset sales	3	-	-	-	-
Finance costs	7	45	45	45	45
Total expenses	98,971	101,226	97,735	97,596	93,639
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	508	1,484	1,484	1,484	1,484
Other revenue	1,710	-	-	-	-
Total revenue	2,218	1,484	1,484	1,484	1,484
Gains					
Other gains	111	-	-	-	-
Total gains	111	-	-	-	-
Total own-source income	2,329	1,484	1,484	1,484	1,484
Net cost of (contribution by) services	96,642	99,742	96,251	96,112	92,155
Appropriation revenue	95,316	99,742	96,251	96,112	92,155
Surplus (Deficit)	(1,326)	-	-	-	-
Surplus (Deficit) attributable to the Australian Government	(1,326)	-	-	-	-

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
ASSETS					
Financial assets					
Cash and equivalents	903	3,850	3,850	3,850	3,850
Trade and other receivables	38,004	26,272	23,741	23,501	22,287
Other	755	755	755	755	755
Total financial assets	39,662	30,877	28,346	28,106	26,892
Non-financial assets					
Land and buildings	10,600	10,195	11,671	13,147	14,623
Infrastructure, plant and equipment	8,079	8,499	8,290	8,283	8,919
Intangibles	4,986	15,830	18,064	16,985	16,087
Other	1,642	1,642	1,642	1,642	1,642
Total non-financial assets	25,307	36,166	39,667	40,057	41,271
Total assets	64,969	67,043	68,013	68,163	68,163
LIABILITIES					
Provisions					
Employees	15,265	15,933	16,628	16,628	16,628
Other	1,592	1,592	1,592	1,592	1,592
Total provisions	16,857	17,525	18,220	18,220	18,220
Payables					
Suppliers	7,787	7,787	7,787	7,787	7,787
Other	4,194	4,194	4,194	4,194	4,194
Total payables	11,981	11,981	11,981	11,981	11,981
Total liabilities	28,838	29,506	30,201	30,201	30,201
Net assets	36,131	37,537	37,812	37,962	37,962
EQUITY*					
Parent entity interest					
Contributed equity	27,216	28,622	28,897	29,047	29,047
Reserves	938	938	938	938	938
Retained surpluses or accumulated deficits	7,977	7,977	7,977	7,977	7,977
Total parent entity interest	36,131	37,537	37,812	37,962	37,962
Total equity	36,131	37,537	37,812	37,962	37,962
Current assets	41,304	32,519	29,988	29,748	28,534
Non-current assets	23,665	34,524	38,025	38,415	39,629
Current liabilities	24,869	25,918	26,526	26,526	26,526
Non-current liabilities	3,969	3,588	3,675	3,675	3,675

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 (as at 30 June)

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	202	1,480	1,484	1,484	1,484
Appropriations	91,130	108,074	98,377	95,947	93,369
Other	6,089	3,094	2,711	2,752	2,526
Total cash received	97,421	112,648	102,572	100,183	97,379
Cash used					
Employees	56,573	60,406	62,179	62,778	58,246
Suppliers	35,700	32,598	26,543	26,453	27,036
Borrowing costs		45	45	45	45
Other	4,537	3,094	2,711	2,752	2,526
Total cash used	96,810	96,143	91,478	92,028	87,853
Net cash from or (used by) operating activities	611	16,505	11,094	8,155	9,526
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	2	-	-	-	-
Total cash received	2	-	-	-	-
Cash used					
Purchase of property, plant and equipment	8,094	17,964	11,369	8,305	9,526
Total cash used	8,094	17,964	11,369	8,305	9,526
Net cash from or (used by) investing activities	(8,092)	(17,964)	(11,369)	(8,305)	(9,526)
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	4,577	4,406	275	150	-
Total cash received	4,577	4,406	275	150	-
Cash used					
Other	249	-	-	-	-
Total cash used	249	-	-	-	-
Net cash from or (used by) financing activities	4,328	4,406	275	150	-
Net increase or (decrease) in cash held	(3,153)	2,947	-	-	-
Cash at the beginning of the reporting period	4,056	903	3,850	3,850	3,850
Cash at the end of the reporting period	903	3,850	3,850	3,850	3,850

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	7,977	938	27,216	36,131
Adjusted opening balance	7,977	938	27,216	36,131
Transactions with owners				
<i>Contribution by owners</i>				
Appropriation (equity injection)	-	-	1,406	1,406
Sub-total transactions with owners	-	-	1,406	1,406
Estimated closing balance as at 30 June 2010	7,977	938	28,622	37,537

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement - Departmental

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forward estimate 2010-11 \$'000	Forward estimate 2011-12 \$'000	Forward estimate 2012-13 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	4,577	1,406	275	150	-
Total capital appropriations	4,577	1,406	275	150	-
Represented by:					
Purchase of non-financial assets	4,577	1,406	275	150	-
Other	-	2,303	-	-	-
Total represented by	4,577	3,709	275	150	-
ACQUISITION OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	4,577	1,406	275	150	-
Funded internally from departmental resources ¹	4,505	16,963	11,499	8,560	9,526
TOTAL	9,082	18,369	11,774	8,710	9,526

Prepared on Australian Accounting Standards basis.

1 Includes the following sources of funding: annual and prior year appropriations; donations and contributions; gifts; finance leases; internally developed assets; s31 relevant agency receipts; and proceeds from the sale of assets

3.2.6: Statement of Asset Movements (2009-10)

	Land	Buildings	Other infrastructure, plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2009					
Gross book value	7,740	5,479	9,837	20,444	43,500
Accumulated depreciation/amortisation	-	(2,619)	(1,758)	(15,458)	(19,835)
Opening net book balance	7,740	2,860	8,079	4,986	23,665
CAPITAL ASSET ADDITIONS					
Estimated expenditure on new or replacement assets					
By purchase or internally developed	-	545	1,451	15,968	17,964
By finance lease	-	-	405	-	405
Acquisition of entities or operations (including restructuring) sub-total	-	545	1,856	15,968	18,369
Other movements					
Depreciation/amortisation expense	-	(950)	(1,436)	(5,124)	(7,510)
As at 30 June 2010					
Gross book value	7,740	6,024	11,693	36,412	61,869
Accumulated depreciation/amortisation	-	(3,569)	(3,194)	(20,582)	(27,345)
Closing net book balance	7,740	2,455	8,499	15,830	34,524

Prepared on Australian Accounting Standards basis.

Schedule of administered activity

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Revenue					
Taxation					
Other taxes, fees and fines	551,224	506,658	514,712	522,176	533,807
Total taxation	551,224	506,658	514,712	522,176	533,807
Non-taxation					
Other sources of non-taxation revenues	202,730	211,682	211,566	210,964	209,643
Total non-taxation	202,730	211,682	211,566	210,964	209,643
Total revenues administered on behalf of government	753,954	718,340	726,278	733,140	743,450
Gains					
Sale of assets	3,188	4,500	4,500	4,500	4,500
Total gains administered on behalf of government	3,188	4,500	4,500	4,500	4,500
Total income administered on behalf of government	757,142	722,840	730,778	737,640	747,950
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Subsidies	160,187	145,076	145,076	145,076	145,076
Suppliers	221	17,850	17,850	17,850	17,850
Total expenses administered on behalf of government	160,408	162,926	162,926	162,926	162,926

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	5,089	5,089	5,089	5,089	5,089
Receivables	36,571	40,876	41,312	40,493	40,497
Taxation receivables	313,867	291,216	291,482	290,693	290,693
Total financial assets	355,527	337,181	337,883	336,275	336,279
Total assets administered on behalf of government	355,527	337,181	337,883	336,275	336,279
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Subsidies	3,860	3,860	3,860	3,860	3,860
Other payables	2,794	2,794	2,794	2,794	2,794
Total payables	6,654	6,654	6,654	6,654	6,654
Total liabilities administered on behalf of government	6,654	6,654	6,654	6,654	6,654

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
OPERATING ACTIVITIES					
Cash received					
Taxes	582,915	529,309	514,446	522,965	533,807
Sales of goods and rendering of services	43,258	41,530	45,263	45,895	43,727
Net GST received	6,290	6,719	6,719	6,719	6,719
Other	63,461	77,184	77,204	77,225	77,249
Total cash received	695,924	654,742	643,632	652,804	661,502
Cash used					
Subsidies paid	67,521	49,394	49,394	49,394	49,394
Suppliers	112	17,850	17,850	17,850	17,850
Other	70,969	6,719	6,719	6,719	6,719
Total cash used	138,602	73,963	73,963	73,963	73,963
Net cash from or (used by) operating activities	557,322	580,779	569,669	578,841	587,539
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment and intangibles	3,308	4,500	4,500	4,500	4,500
Total cash received	3,308	4,500	4,500	4,500	4,500
Net increase or (decrease) in cash held					
Cash at beginning of reporting period	560,630	585,279	574,169	583,341	592,039
Cash at beginning of reporting period	7,366	5,089	5,089	5,089	5,089
Cash from Official Public Account for:					
- appropriations	-	7,019	7,019	7,019	7,019
- special accounts	77,029	66,944	66,944	66,944	66,944
Cash to Official Public Account for:					
- administered income	(565,575)	(592,298)	(581,188)	(590,360)	(599,058)
- special accounts	(74,361)	(66,944)	(66,944)	(66,944)	(66,944)
Cash at end of reporting period	5,089	5,089	5,089	5,089	5,089

Prepared on Australian Accounting Standards basis.

3.2.4 Notes to the financial statements

Budgeted Financial Statements

The ACMA's financial statements have been prepared in accordance with the Australian Equivalents to the International Financial Reporting Standards (AEIFRS).

Administered Financial Statements

Taxation Revenue

Represents revenue collected from Broadcasting Licence Fees, Radiocommunications Taxes and the Annual Numbering Charge.

Non-taxation Revenue

Represents revenue collected from activities including the Telecommunication Licence Charges, Universal Service Obligation (USO) levies, non-taxation Radiocommunications charges and the Do Not Call Register access fees.

Sale of Assets Revenue

Represents revenue collected from telephone numbering auctions.

SPECIAL BROADCASTING SERVICE CORPORATION

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SPECIAL BROADCASTING SERVICE CORPORATION

Section 1: Agency overview and resources

There have been no significant changes to the Special Broadcasting Service Corporation's (SBS) outcome since the 2009-10 Portfolio Budget Statements (PBS). However, a \$5 million movement of funds from the forward estimates into 2009-10 will occur in 2009-10 to fund urgent remedial building works required for SBS's Sydney premises.

1.1 STRATEGIC DIRECTION

SBS's strategic priorities were outlined in the 2009-10 PBS. There has been no significant change since the 2009-10 PBS.

1.2 AGENCY RESOURCE STATEMENT

The Agency Resource Statement details the resourcing for the SBS at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2009-10 Budget year, including variations through Appropriation Bills No.3 and No.4, special appropriations and special accounts.

Total Government funding of \$213.118 million is available to the SBS at Additional Estimates, including \$208.228 million in annual appropriation and \$4.890 million in equity injections.

Table 1.1: SBS resource statement – Additional estimates for 2009-10 as at Additional Estimates November 2009

Source	Estimate as at + Budget	Proposed Additional = Estimates	Total estimate Additional Estimates	Total resources
	2009-10 \$'000	2009-10 \$'000	2009-10 \$'000	2008-09 \$'000
Opening balance/Reserves at bank¹	2,589		15,921	
REVENUE FROM GOVERNMENT				
Ordinary annual services				
<i>Outcome 1</i>	202,589	5,639 ²	208,228	190,293
Total ordinary annual services	202,589	5,639	208,228	190,293
Other services				
<i>Non-Operating</i>	4,890	-	4,890	2,586
<i>SBS Loan</i>	-	-	-	15,000
Total other services	4,890	-	4,890	17,586
Total annual appropriations	207,479	5,639	213,118	207,879
Total funds from government	207,479	5,639	213,118	207,879
FUNDS FROM OTHER SOURCES				
<i>Interest</i>	500	700	1,200	2,525
<i>Royalties</i>	3,800	1,115	4,915	4,066
<i>Sale of goods and services</i>	93,816	(4,939)	88,877	64,099
<i>Other</i>	6,971	1,496	8,467	7,159
Total	105,087	(1,628)	103,459	77,849
Total net resourcing for SBS	315,155	4,011	319,166	285,728

All figures are GST exclusive.

CRF – Consolidated Revenue Fund.

SBS is not directly appropriated as it is a Commonwealth Authorities and Companies Act Body (CAC). Appropriations are made to the Department of Broadband, Communications and the Digital Economy which are then paid to SBS and are considered 'departmental' for all purposes.

1. The opening balance/reserves at bank has been revised from \$2.589m estimated at Budget to \$15.921m actual, as reflected in the 2008-09 Annual Report. The actual for 2008-09 also includes short term investments as cash Equivalents.
2. Appropriation Bill (No. 3) 2009-10

1.3 AGENCY MEASURES TABLE

There have been no measures since the 2009-10 Budget.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the SBS at Additional Estimates, by outcome. Table 1.4 details Additional Estimates or variations through factors such as parameter adjustments.

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

	Program impacted	2009-10 (\$'000)	2010-11 (\$'000)	2011-12 (\$'000)	2012-13 (\$'000)
Outcome 1					
Increase in estimates (departmental)					
Indexation adjustment	All	-	114	-	-
Movement of funds for building works	1.1, 1.2	5,000	-	-	-
SBS Digital transmission and distribution roll-out	1.4	753	776	784	793
Decrease in estimates (departmental)					
Indexation adjustment	All	(114)	-	(605)	(529)
Movement of funds for building works	1.1, 1.2	-	(1,000)	(1,000)	(1,000)
Net impact on estimates for Outcome 1 (departmental)					
		5,639	(110)	(821)	(736)

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the SBS through Appropriation Bills No. 3 and No. 4.

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

	2008-09 Available (\$'000)	2009-10 Budget (\$'000)	2009-10 Revised (\$'000)	Additional estimates (\$'000)	Reduced estimates (\$'000)
DEPARTMENTAL PROGRAMS					
Outcome 1					
Provide multilingual and multicultural services that inform, educate and entertain all Australians and in so doing reflect Australia's multicultural society	190,293	202,589	208,228	5,639	-
Total	190,293	202,589	208,228	5,639	-

Note 1: 2008-09 available appropriation 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

There have been no variations to Appropriation Bill No. 4 since the 2009-10 Budget.

Section 2: Revisions to agency resources and planned performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

OUTCOME 1

Outcome 1 Strategy

Departmental Appropriation for Outcome 1 has increased by \$5.639 million. This includes a \$5 million movement of funds from the forward estimates, \$0.753 million additional funding for the rollout of the digital implementation plan and a \$0.114 million indexation adjustment reduction.

The Digital Transmission and Distribution program has changed since the 2009-10 Budget. This program has now been separated into two programs, namely: Program 1.4 Digital TV Transmission and Distribution; and Program 1.5 Digital Radio Transmission and Distribution.

Table 2.1: Budgeted Expenses and Resources for Outcome 1

Outcome 1: Provide multilingual and multicultural services that inform, educate and entertain all Australians and in so doing reflect Australia's multicultural society	2008-09 Actual expenses \$'000	2009-10 Revised estimated expenses \$'000
Program 1.1: Television		
Revenue from Government		
Ordinary annual services (Appropriation Bills No. 1 & 3)	92,654	102,309
Revenues from other independent sources	56,305	81,246
Total for Program 1.1	148,959	183,555
Program 1.2: Radio		
Revenue from Government		
Ordinary annual services (Appropriation Bills No. 1 & 3)	23,188	25,577
Revenues from other independent sources	11,146	14,956
Total for Program 1.2	34,334	40,533
Program 1.3: Analogue Transmission and Distribution		
Revenue from Government		
Ordinary annual services (Appropriation Bills No. 1 & 3)	17,941	18,335
Revenues from other independent sources	7,085	6,721
Total for Program 1.3	25,026	25,056
Program 1.4: Digital Transmission and Distribution¹		
Revenue from Government		
Ordinary annual services (Appropriation Bills No. 1 & 3)	56,510	-
Revenues from other independent sources	(171)	-
Total for Program 1.4	56,339	-
Program 1.4: Digital TV Transmission and Distribution		
Revenue from Government		
Ordinary annual services (Appropriation Bills No. 1 & 3)	-	59,605
Revenues from other independent sources	-	-
Total for Program 1.4	-	59,605
Program 1.5: Digital Radio Transmission and Distribution		
Revenue from Government		
Ordinary annual services (Appropriation Bills No. 1 & 3)	-	2,402
Revenues from other independent sources	-	-
Total for Program 1.5	-	2,402
Outcome 1 Totals by resource type		
Revenue from Government		
Ordinary Annual Services (Appropriation Bills No. 1 & 3)	190,293	208,228
Revenues from other independent sources	74,365	102,923
Total expenses for Outcome 1	264,658	311,151
Average Staffing Level (number)	809	840

1. This program has been split into two programs: Digital TV Transmission and Distribution; and Digital Radio Transmission and Distribution.

Program 1.1: Television**Program objective**

Delivering multilingual and multicultural television services that reflect Australia's multicultural society.

Program expenses

	2008-09 Actuals	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
('000)					
Annual departmental expenses:					
Departmental item	92,654	102,309	99,683	105,602	107,536
Expenses not requiring appropriation in the Budget year	56,305	81,246	71,424	79,108	89,353
Total program expenses	148,959	183,555	171,107	184,710	196,889

Program Deliverables

There has been no change to the program deliverables.

Program Key Performance Indicators

There has been no change to the program deliverables.

Program 1.2: Radio**Program objective**

Delivering multilingual and multicultural radio services that reflect Australia's multicultural society.

Program expenses

	2008-09 Actuals	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
('000)					
Annual departmental expenses:					
Departmental item	23,188	25,577	24,921	26,400	26,884
Expenses not requiring appropriation in the Budget year	11,146	14,956	16,856	19,778	22,338
Total program expenses	34,334	40,533	41,777	46,178	49,222

Program Deliverables

There has been no change to the program deliverables.

Program Key Performance Indicators

There has been no change to the program deliverables.

Program 1.3: Analogue Transmission and Distribution

Program objective

To make SBS analogue television and radio available to all Australians.

Program expenses

	2008-09 Actuals	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
('000)					
Annual departmental expenses:					
Departmental item	17,941	18,335	18,358	15,403	12,139
Expenses not requiring appropriation in the Budget year	7,085	6,721	6,925	6,981	4,100
Total program expenses	25,026	25,056	25,283	22,384	16,239

Program Deliverables

There has been no change to the program deliverables.

Program Key Performance Indicators

There has been no change to the program deliverables.

Program 1.4: Digital TV Transmission and Distribution

Program objective

To make SBS Digital Television available to all Australians.

Program expenses

	2008-09 Actuals	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
('000)					
Annual departmental expenses:					
Departmental item	56,510	59,605	60,384	61,027	61,878
Expenses not requiring appropriation in the Budget year	(171)	-	-	-	-
Total program expenses	56,339	59,605	60,384	61,027	61,878

Program 1.4 Deliverables

- Maintaining and improving the availability of SBS's digital television transmissions.
- Extending the reach of SBS's digital network.

Program 1.4 Key Performance Indicators

- Measure of fault free transmission time (by fault management system reported daily and monthly, including but not limited to level of transmitter power).
- Logging and response to viewer calls regarding transmission.
- Program performance indicators as per the below table.

Key Performance Indicators	2008-09 Actuals	2009-10 Revised budget target	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
Aggregate performance measure by availability of digital television signal	99.83%	99.84%	99.85%	99.86%	99.87%
Population reach	96.40%	96.50%	96.60%	96.70%	96.80%

Program 1.5: Digital Radio Transmission and Distribution

Program objective

To make SBS Digital Radio available to all Australians.

Program expenses

	2008-09 Actuals	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
(‘000)					
Annual departmental expenses:					
Departmental item	-	2,402	1,939	1,988	2,038
Expenses not requiring appropriation in the Budget year	-	-	-	-	-
Total program expenses	-	2,402	1,939	1,988	2,038

Program 1.5 Deliverables

- To implement Digital Audio Broadcast of SBS radio services (coverage in 5 capital cities planned).

	2008-09 Actuals	2009-10 Revised budget	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
(‘000)					
Annual departmental expenses:					
Departmental item	-	2,402	1,939	1,988	2,038
Expenses not requiring appropriation in the Budget year	-	-	-	-	-
Total program expenses	-	2,402	1,939	1,988	2,038

Program 1.5 Key Performance Indicators

- Measure of fault free transmission time (by fault management system reported daily and monthly, including but not limited to level of transmitter power).
- Logging and response to listener calls regarding transmission.
- Program performance indicators as per the below table.

Key Performance Indicators	2008-09 Actuals	2009-10 Revised budget target	2010-11 Forw ard year 1	2011-12 Forw ard year 2	2012-13 Forw ard year 3
Percentage of Australian Population reached by digital Radio	0%	55.30%	55.30%	55.30%	55.30%
Aggregate performance measure by availability of digital radio signal	0%	99.00%	99.10%	99.20%	99.30%
Number of Services Commenced for digital Radio	-	5	5	5	5

Section 3: Explanatory tables and budgeted financial statements

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

The revised Additional Estimates for 2009-10 mainly reflect movement of funds and additional funding and expenditure for the digital implementation plan rollout. A \$5 million movement of funds from the forward estimates into 2009-10 will occur in the 2009-10 Additional Estimates to fund urgent remedial building works required for SBS's Sydney premises.

SBS's predicted operating result for 2009-10 has been revised down from \$1.134 million in the 2009-10 Budget to \$0.536 million. The reduction in Goods and Services revenue reflects anticipated lower advertising revenue, mainly attributable to the impact of the global economic downturn.

3.2.2 Budgeted financial statements

Departmental financial statements

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
EXPENSES					
Employee benefits	76,967	83,577	82,695	85,589	88,585
Supplier	180,145	216,613	206,384	219,590	226,815
Depreciation and amortisation	6,486	9,765	10,500	10,500	10,500
Write-down and impairment of assets	53	-	-	-	-
Losses from asset sales	128	-	-	-	-
Foreign Exchange losses	101	-	-	-	-
Finance costs	778	1,196	911	608	366
Total expenses	264,658	311,151	300,490	316,287	326,266
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	64,099	88,877	84,223	94,514	108,484
Interest	2,525	1,200	500	500	500
Other revenue	11,225	13,382	11,473	12,231	9,580
Share of surplus of associates	518	-	-	-	-
Total revenue	78,367	103,459	96,196	107,245	118,564
Gains					
Other gains	4	-	-	-	-
Total gains	4	-	-	-	-
Total own-source income	78,371	103,459	96,196	107,245	118,564
Net cost of (contribution by) services					
Revenue from government	190,293	208,228	205,285	210,420	210,475
Surplus (Deficit)	4,006	536	991	1,378	2,773
Surplus (Deficit) attributable to the Australian Government	4,006	536	991	1,378	2,773

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	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
ASSETS					
Financial assets					
Cash and equivalents	15,921	2,024	2,412	3,471	2,719
Trade and other receivables	15,260	24,247	18,813	14,113	14,113
Investments accounted for under the equity method	4,522	4,522	4,522	4,522	4,522
Investments	28,370	23,000	15,500	9,500	2,000
Total financial assets	64,073	53,793	41,247	31,606	23,354
Non-financial assets					
Land and buildings	63,959	62,491	61,023	59,555	58,087
Infrastructure, plant and equipment	21,887	33,259	35,387	39,875	46,258
Inventories	71,252	69,690	73,396	67,766	64,146
Intangibles	13,106	16,437	15,277	14,097	12,917
Other	23,212	12,908	11,270	17,270	20,270
Total non-financial assets	193,416	194,785	196,353	198,563	201,678
Total assets	257,489	248,578	237,600	230,169	225,032
LIABILITIES					
Interest bearing liabilities					
Loans	23,808	18,051	12,126	6,021	3,011
Total interest bearing liabilities	23,808	18,051	12,126	6,021	3,011
Provisions					
Employees	17,842	19,463	19,563	19,663	19,763
Other	1,252	1,394	1,656	1,814	1,814
Total provisions	19,094	20,857	21,219	21,477	21,577
Payables					
Suppliers	25,619	22,729	16,667	15,867	15,867
Other	30,233	22,780	19,521	12,540	7,540
Total payables	55,852	45,509	36,188	28,407	23,407
Total liabilities	98,754	84,417	69,533	55,905	47,995
Net assets	158,735	164,161	168,067	174,264	177,037

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted Departmental Balance Sheet (as at 30 June) (cont)

	Actual	Revised budget	Forw ard estimate	Forw ard estimate	Forw ard estimate
	2008-09	2009-10	2010-11	2011-12	2012-13
	\$'000	\$'000	\$'000	\$'000	\$'000
EQUITY*					
Parent entity interest					
Contributed equity	85,156	90,046	92,961	97,780	97,780
Reserves	39,986	39,986	39,986	39,986	39,986
Retained surpluses or accumulated deficits	33,593	34,129	35,120	36,498	39,271
Total parent entity interest	158,735	164,161	168,067	174,264	177,037
Total equity	158,735	164,161	168,067	174,264	177,037
Current assets	132,244	119,389	116,411	113,140	107,768
Non-current assets	125,244	129,189	121,189	117,029	117,264
Current liabilities	56,204	55,157	50,936	40,255	39,356
Non-current liabilities	42,550	29,260	18,597	15,650	8,639

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 (as at 30 June)

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	64,334	86,780	93,755	104,464	118,064
Appropriations	191,459	208,308	205,285	210,420	210,475
Interest	4,365	2,990	950	500	500
GST	18,764	16,990	17,554	19,107	20,337
Total cash received	278,922	315,068	317,544	334,491	349,376
Cash used					
Employees	74,995	81,856	82,595	85,489	88,485
Suppliers	198,704	210,650	211,507	221,221	235,071
GST	18,699	16,810	17,553	19,107	20,337
Borrow ing costs	626	-	-	-	-
Other	1,423	1,166	-	-	-
Total cash used	294,447	310,482	311,655	325,817	343,893
Net cash from or (used by) operating activities	(15,525)	4,586	5,889	8,674	5,483
INVESTING ACTIVITIES					
Cash received					
Investments	-	30,300	25,500	26,000	11,000
Total cash received	-	30,300	25,500	26,000	11,000
Cash used					
Purchase of property, plant and equipment	-	23,000	10,000	12,340	14,235
Investments	1,818	24,930	18,000	20,000	-
Total cash used	1,818	47,930	28,000	32,340	14,235
Net cash from or (used by) investing activities	(1,818)	(17,630)	(2,500)	(6,340)	(3,235)

Prepared on Australian Accounting Standards basis.

**Table 3.2.3: Budgeted Departmental Statement of Cash Flows (as at 30 June)
(cont)**

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	2,586	4,890	2,915	4,819	-
Deposits Taken	6,550	-	-	-	-
Cash received from borrow ings	15,000	-	-	-	-
Total cash received	24,136	4,890	2,915	4,819	-
Cash used					
Repayments of debt	2,587	5,745	5,915	6,094	3,000
Total cash used	2,587	5,745	5,915	6,094	3,000
Net cash from or (used by) financing activities	12,413	(5,745)	(5,915)	(6,094)	(3,000)
Net increase or (decrease) in cash held	(11,563)	(13,899)	389	1,059	(752)
Cash at the beginning of the reporting period	27,484	15,921	2,022	2,411	3,470
Cash at the end of the reporting period	15,921	2,022	2,411	3,470	2,718

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	33,593	39,986	85,156	158,735
Adjustment for changes in accounting policies	-	-	-	-
Adjusted opening balance	33,593	39,986	85,156	158,735
Income and expense				
Income and expenses recognised directly in equity	536	-	-	536
Sub-total income and expense	536	-	-	536
Surplus (deficit) for the period	-	-	-	-
Total income and expenses recognised directly in equity	536	-	-	536
Transactions with owners				
Appropriation (equity injection)	-	-	2,745	2,745
Other: Injection for Capital works	-	-	2,145	2,145
Sub-total transactions with owners	-	-	4,890	4,890
Estimated closing balance as at 30 June 2010	34,129	39,986	90,046	164,161

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement - Departmental

	Actual 2008-09 \$'000	Revised budget 2009-10 \$'000	Forw ard estimate 2010-11 \$'000	Forw ard estimate 2011-12 \$'000	Forw ard estimate 2012-13 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	2,586	4,890	2,915	4,819	-
Total capital appropriations	2,586	4,890	2,915	4,819	
Represented by:					
Purchase of non-financial assets	2,586	4,890	2,915	4,819	-
Total represented by	2,586	4,890	2,915	4,819	
ACQUISITION OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	-	2,145	-	1,724	-
Funded internally from departmental resources ¹	23,278	20,855	10,000	10,616	14,235
TOTAL	23,278	23,000	10,000	12,340	14,235

Prepared on Australian Accounting Standards basis.

¹ Includes the following sources of funding: annual and prior year appropriations; donations and contributions; gifts; finance leases; internally developed assets; s31 relevant agency receipts; and proceeds from the sale of assets

Table 3.2.6: Statement of Asset Movements (2009-10)

	Land	Buildings	Other Intangibles infrastructure, plant and equipment	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2009				
Gross book value	21,250	46,384	45,847	130,136
Accumulated depreciation/amortisation	-	(3,675)	(23,960)	(31,184)
Opening net book balance	21,250	42,709	21,887	161,320
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase or internally developed	-	600	17,389	23,000
Acquisition of entities or operations (including restructuring) sub-total	-	600	17,389	23,000
Other movements				
Depreciation/amortisation expense	-	(2,068)	(6,017)	(9,765)
As at 30 June 2010				
Gross book value	21,250	46,984	63,236	153,136
Accumulated depreciation/amortisation	-	(5,743)	(29,977)	(40,949)
Closing net book balance	21,250	41,241	33,259	112,187

Prepared on Australian Accounting Standards basis.

Glossary and Acronyms

GLOSSARY

Accrual Accounting	The system of accounting where items are brought to account and included in the financial statements as they are earned or incurred, rather than as they are received or paid.
Accumulated Depreciation	The aggregate depreciation recorded for a particular depreciating asset.
Administered Items	The expenses, revenues, assets or liabilities managed by agencies on behalf of the Commonwealth. Agencies do not control administered items. Administered expenses include grants, subsidies and benefits. In many cases, administered expenses fund the delivery of third party outputs.
Additional Estimates	Where amounts appropriated at Budget time are insufficient, Parliament may appropriate more funds to portfolios through the Additional Estimates Acts.
Appropriation	An authorisation by Parliament to spend moneys from the Consolidated Revenue Fund for a particular purpose.
Annual Appropriation	Two appropriation Bills are introduced into Parliament in May and comprise the Budget for the financial year beginning 1 July. Further Bills are introduced later in the financial year as part of the additional estimates. Parliamentary departments have their own appropriations.
Capital Expenditure	Expenditure by an agency on capital projects, for example, purchasing a building.
Consolidated Revenue Fund	Section 81 of the Constitution stipulates that all revenue raised or money received by the Commonwealth forms the one consolidated revenue fund (CRF). The CRF is not a bank account. The Official Public Account reflects most of the operations of the CRF.
Departmental Items	Assets, liabilities, revenues and expenses which are controlled by the agency in providing its outputs. Departmental items would generally include

	computers, plant and equipment assets used by agencies in providing goods and services and most employee expenses, supplier costs and other administrative expenses incurred.
Depreciation	Apportionment of an asset's capital value as an expense over its estimated useful life to take account of normal usage, obsolescence, or the passage of time.
Effectiveness Indicators	Measures the joint or independent contribution of outputs and administered items to the achievement of their specified outcome.
Efficiency Indicators	Measures the adequacy of an agency's management of its outputs (and where applicable, administered items).
Equity or Net Assets	Residual interest in the assets of an entity after deduction of its liabilities.
Expense	Total value of all of the resources consumed in producing goods and services or the loss of future economic benefits in the form of reductions in assets or increases in liabilities of an entity.
Fair Value	Valuation methodology: The amount for which an asset could be exchanged, or a liability settled, between knowledgeable and willing parties in an arm's length transaction. The fair value can be affected by the conditions of the sale, market conditions and the intentions of the asset holder.
Outcomes	The Government's objectives in each portfolio area. Outcomes are desired results, impacts or consequences for the Australian community as influenced by the actions of the Commonwealth. Actual outcomes are assessments of the results or impacts actually achieved.
Revenue	Total value of resources earned or received to cover the production of goods and services.
Special Account	Balances existing within the Consolidated Revenue Fund (CRF) that are supported by standing appropriations (<i>Financial Management and Accountability (FMA) Act 1997, ss.20 and 21</i>).

Glossary

Special accounts allow money in the CRF to be acknowledged as set-aside (hypothecated) for a particular purpose. Amounts credited to a Special Account may only be spent for the purposes of the Special Account. Special Accounts can only be established by a written determination of the Finance Minister (s.20 FMA Act) or through an Act of Parliament (referred to in s.21 of the FMA Act).

Special Appropriations
(including Standing
Appropriations)

An amount of money appropriated by a particular Act of Parliament for a specific purpose and number of years. For special appropriations the authority to withdraw funds from the Consolidated Revenue Fund does not generally cease at the end of the financial year.

Standing appropriations are a sub-category consisting of ongoing special appropriations – the amount appropriated will depend on circumstances specified in the legislation.

ACRONYMS

AAS	Australian Accounting Standards
AASB	Australian Accounting Standards Basis
ABC	Australian Broadcasting Corporation
ABC Act	<i>Australian Broadcasting Corporation Act 1983</i>
ABG	Australian Broadband Guarantee
ACCAN	Australian Communications Consumer Action Network
ACMA	Australian Communications and Media Authority
ACT	Australian Capital Territory
AEIFRS	Australian Equivalent to International Financial Reporting Standards
ANAO	Australian National Audit Office
ASL	Average Staffing Level
BAF	Building Australian Fund
BSA	<i>Broadcasting Services Act 1992</i>
CAC Act	<i>Commonwealth Authorities and Companies Act 1997</i>
COAG	Council of Australian Government
CRF	Consolidated Revenue Fund
DBCDE	Department of Broadband, Communications and the Digital Economy
DNCR	Do Not Call Register
FMA Act	<i>Financial Management and Accountability Act 1997</i>
GFS	Government Finance Statistics
GST	Goods and Services Tax
ICT	Information and Communications Technology
ISBN	International Standard Book Numbering
ISP	Internet Service Provider
IT	Information Technology
mbps	Megabits per second
NBN	National Broadband Network
nfp	Not for publication
NRS	National Relay Service

Acronyms

NT	Northern Territory
OECD	Organisation for Economic Co-operation and Development
PAES	Portfolio Additional Estimates Statements
PB Statements	Portfolio Budget Statements
SBS	Special Broadcasting Service Corporation
TCPSS Act	<i>Telecommunications (Consumer Protection and Service Standards) Act 1999</i>
USO	Universal Service Obligation
VoIP	Voice over Internet Protocol