

**PORTFOLIO ADDITIONAL
ESTIMATES STATEMENTS 2013-14**

COMMUNICATIONS PORTFOLIO

EXPLANATIONS OF ADDITIONAL ESTIMATES 2013-14

© Commonwealth of Australia 2014

978-0-642-75456-1 (hardcopy)

978-0-642-75457-8 (softcopy)

This publication is available for your use under a [Creative Commons BY Attribution 3.0 Australia](http://creativecommons.org/licenses/by/3.0/au/legalcode) licence, with the exception of the Commonwealth Coat of Arms, the Department of Communications logo, photographs, images, signatures and where otherwise stated. The full licence terms are available from <http://creativecommons.org/licenses/by/3.0/au/legalcode>.



Use of Department of Communications material under a [Creative Commons BY Attribution 3.0 Australia](http://creativecommons.org/licenses/by/3.0/au/legalcode) licence requires you to attribute the work (but not in any way that suggests that the Department of Communications endorses you or your use of the work).

Department of Communications material used 'as supplied'

Provided you have not modified or transformed Department of Communications material in any way including, for example, by changing the Department of Communications text; calculating percentage changes; graphing or charting data; or deriving new statistics from published Department of Communications statistics – then Department of Communications prefers the following attribution:

Source: The Australian Government Department of Communications

Derivative material

If you have modified or transformed Department of Communications material, or derived new material from those of the Department of Communications in any way, then Department of Communications prefers the following attribution:

Based on The Australian Government Department of Communications data

Use of the Coat of Arms

The terms under which the Coat of Arms can be used are set out on the It's an Honour website (see www.itsanhonour.gov.au)

Other Uses

Inquiries regarding this licence and any other use of this document are welcome by contacting:

Manager of Governance and Reporting

Tel: (02) 6271 7009 (international+61 2 6271 7009)

Email: governanceandreporting@communications.gov.au



The Hon Malcolm Turnbull MP

MINISTER FOR COMMUNICATIONS

President of the Senate
Australian Senate
Parliament House
CANBERRA ACT 2600

Speaker
House of Representatives
Parliament House
CANBERRA ACT 2600

Dear Mr President
Dear Madam Speaker

I hereby submit Portfolio Additional Estimates Statements in support of the 2013-14 Additional Estimates for the Communications Portfolio. These statements have been developed, and are submitted to the Parliament, as a statement on the funding 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

A handwritten signature in blue ink, appearing to read 'M. Turnbull', followed by a period. The signature is written in a cursive, flowing style.

Malcolm Turnbull

Abbreviations and conventions

The following notations may be used:

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

Figures in tables and in the text may be rounded. Figures in text are generally rounded to one decimal place, whereas figures in tables are generally rounded to the nearest thousand. Discrepancies in tables between totals and sums of components are due to rounding.

ENQUIRIES

Should you have any enquiries regarding this publication please contact Ms Anne Fleischer, Chief Financial Officer in the Department of Communications on (02) 6271 1032.

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 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 (Nos. 3 and 4) 2013-14. 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 (MYEFO) 2013-14* 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 impact on Appropriation Bills Nos. 3 and 4.
---	---

Section 2: Revisions to Outcomes and Planned Performance	This section details changes to Government outcomes and/or changes to the planned performance of agency programs.
---	---

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.
--	---

Glossary	Explains key terms relevant to the portfolio.
-----------------	---

CONTENTS

Portfolio Overview.....	1
Agency Additional Estimates Statements	7
Special Broadcasting Service Corporation	9
Portfolio Glossary	29
Acronyms.....	33

PORTFOLIO OVERVIEW

PORTFOLIO OVERVIEW

Minister and Portfolio Responsibilities

The Communications Portfolio includes the following agencies:

- **Department of Communications** – The Department of Communications aims to develop a vibrant, sustainable and internationally competitive broadband, broadcasting and communications sector through policy development and program delivery, which promotes the digital economy for all Australians.
- **Australia Post** – Australia Post is a Government Business Enterprise, wholly owned by the Australian Government. It provides a high-quality mail and delivery service to all Australians and a range of parcel and logistics services.
- **Australian Broadcasting Corporation (ABC)** – The ABC is a national broadcaster. It contributes to and reflects Australia’s national identity, fosters creativity and the arts and encourages cultural diversity. The ABC is an integral part of the radio, television and online production industries and the news and information media.
- **Australian Communications and Media Authority (ACMA)** – The ACMA is responsible for regulating in accordance with legislation related to broadcasting, radio communications, telecommunications and online content. The ACMA works with all stakeholders to maximise the public benefit, including the extent to which the regulatory framework addresses the broad concerns of the community, meets the needs of industry, and maintains community and national interest safeguards.
- **NBN Co Limited (NBN Co)** – The NBN Co is a Government Business Enterprise, wholly owned by the Australian Government. It will plan, roll out and operate the National Broadband Network, providing access to high speed broadband to all Australians.
- **Special Broadcasting Service Corporation (SBS)** – The SBS is a national broadcaster. It provides multicultural and multilingual services that inform, educate and entertain all Australians. Its mission is to contribute to a more cohesive, equitable and harmonious Australia through its television, radio and online services.
- **Telecommunications Universal Service Management Agency (TUSMA)** – TUSMA is responsible for supporting the delivery of universal service and other public interest telecommunications services to all Australians.

Since the 2013-14 PB Statements were issued, the following changes have occurred in this Portfolio as a result of the Administrative Arrangements Order (AAO) changes announced by the Prime Minister on 18 September 2013:

- The Department’s name was changed from the ‘Department of Broadband, Communications and the Digital Economy’ to the ‘Department of Communications’; and

Portfolio Overview

- Responsibility for the Indigenous Communications Program and the Indigenous Broadcasting Program has been transferred from the Department of Communications to the Department of the Prime Minister and Cabinet. This transfer was completed on 7 November 2013 via legislative instruments under section 32 of the *Financial Management and Accountability Act 1997*.

Additional estimates and variations are only being sought for the SBS. The SBS is seeking a \$20.0 million short-term loan to support their coverage of the 2014 FIFA World Cup through Appropriation Bill (No. 4).

The Hon Malcolm Turnbull MP is the Minister for Communications and the Hon Paul Fletcher MP is the Parliamentary Secretary to the Minister for Communications. 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 2013-14 PB Statements.

Figure 1: Communications Portfolio Structure and Outcomes

<p style="text-align: center;">Minister for Communications The Hon Malcolm Turnbull MP</p> <p style="text-align: center;">Parliamentary Secretary to the Minister for Communications The Hon Paul Fletcher MP</p>
<p style="text-align: center;">Department of Communications Portfolio Secretary: Drew Clarke</p> <p>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</p>
<p style="text-align: center;">Australian Broadcasting Corporation Managing Director: Mark Scott</p> <p>Outcome 1: Informed, educated and entertained audiences — throughout Australia and overseas — through innovative and comprehensive media and related services</p> <p>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</p> <p>Outcome 3: Audience access to ABC digital television services is provided, in accordance with Government approved implementation policy, through the rollout and maintenance of the associated distribution and transmission infrastructure</p> <p>Outcome 4: Audience access to ABC digital radio services is provided, in accordance with Government approved implementation policy, through the rollout and maintenance of the associated distribution and transmission infrastructure</p>
<p style="text-align: center;">Australian Communications and Media Authority Chair and Chief Executive Officer: Chris Chapman</p> <p>Outcome 1: A communications and media environment that balances the needs of the industry and the Australian community through regulation, education and advice</p>
<p style="text-align: center;">Special Broadcasting Service Corporation Managing Director: Michael Ebeid</p> <p>Outcome 1: Provide multilingual and multicultural services that inform, educate and entertain all Australians and in so doing reflect Australia's multicultural society</p>
<p style="text-align: center;">Telecommunications Universal Service Management Agency A/g Chief Executive Officer: Kelly Mudford</p> <p>Outcome 1: Support the delivery of universal service and other public interest telecommunications services for all Australians in accordance with Government policy, including through the management of telecommunications services agreements and grants</p>

Portfolio Resources

Table 1 shows for those agencies reporting in the PAES, the additional resources provided to the Portfolio in the 2013-14 budget year, by agency.

Table 1: Portfolio Resources 2013-14

	Appropriation			Receipts	Total
	Bill No. 3 \$m	Bill No. 4 \$m	Special \$m	\$m	\$m
Payments to CAC Act bodies:					
Special Broadcasting Service Corporation	–	20.0	–	–	20.0
Portfolio total					20.0
	Resources available within Portfolio				20.0

AGENCY ADDITIONAL ESTIMATES STATEMENTS

Special Broadcasting Service Corporation 9

SPECIAL BROADCASTING SERVICE CORPORATION

Section 1: Agency Overview and Resources	11
1.1 Strategic Direction	11
1.2 Agency Resource Statement	11
1.3 Agency Measures Table	11
1.4 Additional Estimates and Variations.....	12
1.5 Breakdown of Additional Estimates by Appropriation Bill	13
Section 2: Revisions to Agency Resources and Planned Performance	15
2.1 Resources and Performance Information	15
Section 3: Explanatory Tables and Budgeted Financial Statements.....	21
3.2 Budgeted Financial Statements	21

SPECIAL BROADCASTING SERVICE CORPORATION

Section 1: Agency Overview and Resources

1.1 STRATEGIC DIRECTION

The Special Broadcasting Service (SBS) Corporation's strategic priorities were outlined in the 2013-14 Portfolio Budget Statements (PB Statements). There has been no significant change since the 2013-14 PB Statements.

1.2 AGENCY RESOURCE STATEMENT

The Agency Resource Statement details the resourcing for SBS at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2013-14 Budget year, including variations through Appropriation Bill Nos. 3 and No. 4, Special Appropriations and Special Accounts.

Table 1.1: SBS Resource Statement — Additional Estimates for 2013-14 as at Additional Estimates February 2014

	Estimate as at Budget	+ Proposed Additional Estimates	= Total estimate at Additional Estimates	Total resources
	2013-14 \$'000	2013-14 \$'000	2013-14 \$'000	2012-13 \$'000
Opening balance/Reserves at bank	2,666	16,461	19,127	18,722
REVENUE FROM GOVERNMENT				
Ordinary annual services¹				
Outcome 1	273,835	(55)	273,780	246,943
Total ordinary annual services	273,835	(55)	273,780	246,943
Other services²				
Non-operating	-	-	-	2,900
Loans	-	20,000	20,000	-
Total other services	-	20,000	20,000	2,900
Total annual appropriations	273,835	19,945	293,780	249,843
FUNDS FROM OTHER SOURCES				
Interest	4,500	100	4,600	5,066
Sale of goods and services	98,643	(6,560)	92,083	82,678
Total	103,143	(6,460)	96,683	87,744
Total net resourcing for agency	376,978	13,485	409,590	356,309

¹ Appropriation Act (No.1) 2013-14 and Appropriation Bill (No.3) 2013-14

² Appropriation Act (No.2) 2013-14 and Appropriation Bill (No.4) 2013-14

1.3 AGENCY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2013-14 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: SBS 2013-14 Measures since Budget

	Program	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000
Capital measures					
Special Broadcasting Service Corporation - short-term loan	1.1	-	-	-	-
Departmental capital		20,000	-	-	-
Total		20,000	-	-	-
Total capital measures					
Departmental		20,000	-	-	-
Total		20,000	-	-	-

Prepared on a Government Financial Statistics (fiscal) basis

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for SBS at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2013-14 Budget in Appropriation Bills Nos. 3 and 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 2013-14 Budget

	Program impacted	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000
Outcome 1					
Increase in estimates (departmental)					
Special Broadcasting Service Corporation - short-term loan	1.1	20,000	-	-	-
Net impact on estimates for Outcome 1 (departmental)		20,000	-	-	-

Table 1.4: Additional Estimates and Variations to Outcomes from Other Variations

	Program impacted	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000
Outcome 1					
Increase in estimates (departmental)					
SBS Digital TV Transmission and Distribution	1.4	51	67	67	68
Decrease in estimates (departmental)					
Indexation Adjustment	All	(106)	(403)	(1,287)	(1,344)
Net impact on estimates for Outcome 1 (departmental)		(55)	(336)	(1,220)	(1,276)

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for SBS through Appropriation Bills Nos. 3 and 4.

Table 1.5: Appropriation Bill (No. 3) 2013-14

	2012-13 Available \$'000	2013-14 Budget \$'000	2013-14 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
DEPARTMENTAL PROGRAMS					
Outcome 1					
Outcome 1 Provide multilingual and multicultural services that inform, educate and entertain all Australians and, in doing so, reflect Australia's multicultural society	246,943	273,835	273,780	-	55
Total	246,943	273,835	273,780	-	55
Total departmental	246,943	273,835	273,780	-	55

Table 1.6: Appropriation Bill (No. 4) 2013-14

	2012-13 Available \$'000	2013-14 Budget \$'000	2013-14 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	2,900	-	-	-	-
Loans	-	-	20,000	20,000	-
Total non-operating	2,900	-	20,000	20,000	-
Total	2,900	-	20,000	20,000	-

Section 2: Revisions to Agency Resources and Planned Performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

There have been no revisions to SBS's outcomes and programs structure, strategy or performance information as a result of Additional Estimates.

OUTCOME 1

Outcome 1 Strategy

There has been no change since the 2013-14 PB Statements.

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 doing so, reflect Australia's multicultural society	2012-13 Actual expenses \$'000	2013-14 Revised estimated expenses \$'000
Program 1.1: Television		
Revenue from Government		
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	134,719	153,631
Revenues from other independent sources	80,586	103,848
Total for Program 1.1	215,305	257,479
Program 1.2: Radio		
Revenue from Government		
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	33,680	34,166
Revenues from other independent sources	7,222	7,488
Total for Program 1.2	40,902	41,654
Program 1.3: Analog Transmission and Distribution		
Revenue from Government		
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	9,057	2,534
Revenues from other independent sources	916	886
Total for Program 1.3	9,973	3,420
Program 1.4: Digital TV Transmission and Distribution		
Revenue from Government		
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	67,819	81,385
Revenues from other independent sources	230	-
Total for Program 1.4	68,049	81,385
Program 1.5: Digital Radio Transmission and Distribution		
Revenue from Government		
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	1,668	2,064
Revenues from other independent sources	-	-
Total for Program 1.5	1,668	2,064
Outcome 1 Totals by resource type		
Revenue from Government		
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	246,943	273,780
Revenues from other independent sources	88,954	112,222
Total expenses for Outcome 1	335,897	386,002
	2012-13	2013-14
Average Staffing Level (number)	978	1,058

Program 1.1: Television

Program Objective

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

Program Expenses

	2012-13 Actual \$'000	2013-14 Revised budget \$'000	2014-15 Forward year 1 \$'000	2015-16 Forward year 2 \$'000	2016-17 Forward year 3 \$'000
Annual departmental expenses:					
Departmental item	134,719	153,631	162,143	164,803	162,977
Expenses not requiring appropriation in the Budget year 1	80,586	103,848	97,755	91,501	93,004
Total program expenses	215,305	257,479	259,898	256,304	255,981

Program Deliverables

There has been no change to the program deliverables.

Program Key Performance Indicators

There has been no change to key performance indicators.

Program Objective

Program 1.2: Radio

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

Program Expenses

	2012-13 Actual \$'000	2013-14 Revised budget \$'000	2014-15 Forward year 1 \$'000	2015-16 Forward year 2 \$'000	2016-17 Forward year 3 \$'000
Annual departmental expenses:					
Departmental item	33,680	34,166	36,094	36,564	35,895
Expenses not requiring appropriation in the Budget year 1	7,222	7,488	7,629	8,536	9,075
Total program expenses	40,902	41,654	43,723	45,100	44,970

Program Deliverables

There has been no change to the program deliverables.

Program Key Performance Indicators

There has been no change to key performance indicators.

Program 1.3: Analog Transmission and Distribution

Program Objective

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

Program Expenses

	2012-13 Actual \$'000	2013-14 Revised budget \$'000	2014-15 Forward year 1 \$'000	2015-16 Forward year 2 \$'000	2016-17 Forward year 3 \$'000
Annual departmental expenses:					
Departmental item	9,057	2,534	2,839	2,889	2,950
Expenses not requiring appropriation in the Budget year 1	916	886	-	-	-
Total program expenses	9,973	3,420	2,839	2,889	2,950

Program Deliverables

There has been no change to the program deliverables.

Program Key Performance Indicators

There has been no change to key performance indicators.

Program Objective**Program 1.4: Digital Television Transmission and Distribution**

To make SBS Digital Television available to all Australians.

Program Expenses

	2012-13 Actual \$'000	2013-14 Revised budget \$'000	2014-15 Forward year 1 \$'000	2015-16 Forward year 2 \$'000	2016-17 Forward year 3 \$'000
Annual departmental expenses:					
Departmental item	67,819	81,385	82,802	81,448	80,839
Expenses not requiring appropriation in the Budget year 1	230	-	-	-	-
Total program expenses	68,049	81,385	82,802	81,448	80,839

Program Deliverables

There has been no change to the program deliverables.

Program Key Performance Indicators

There has been no change to key performance indicators.

Program 1.5: Digital Radio Transmission and Distribution**Program Objective**

To make SBS Digital Radio available to all Australians.

Program Expenses

	2012-13 Actual \$'000	2013-14 Revised budget \$'000	2014-15 Forward year 1 \$'000	2015-16 Forward year 2 \$'000	2016-17 Forward year 3 \$'000
Annual departmental expenses:					
Departmental item	1,668	2,064	2,097	2,124	2,167
Expenses not requiring appropriation in the Budget year 1	-	-	-	-	-
Total program expenses	1,668	2,064	2,097	2,124	2,167

Program Deliverables

There has been no change to the program deliverables.

Program Key Performance Indicators

There has been no change to key performance indicators.

Section 3: Explanatory Tables and Budgeted Financial Statements

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of Budgeted Financial Statements

SBS's financial statements include short term borrowing from the Commonwealth of \$20 million.

3.2.2 Budgeted Financial Statements

Departmental Financial Statements

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services)

	Actual 2012-13 \$'000	Revised budget 2013-14 \$'000	Forward estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000
EXPENSES					
Employee benefits	109,588	124,421	127,286	129,831	132,428
Suppliers	214,446	248,636	249,803	243,346	239,519
Depreciation and amortisation	11,448	12,500	14,170	14,588	14,860
Finance costs	304	445	100	100	100
Write-down and impairment of assets	75	-	-	-	-
Foreign exchange losses	35	-	-	-	-
Total expenses	335,896	386,002	391,359	387,865	386,907
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	77,147	96,170	94,349	88,865	90,567
Interest	4,331	4,400	4,400	4,400	4,400
Rental income	1,071	1,063	1,113	1,135	1,160
Royalties	4,046	4,905	5,231	5,335	5,447
Other	2,892	5,995	650	650	650
Total own-source revenue	89,487	112,533	105,743	100,385	102,224
Gains					
Sale of assets	1	-	-	-	-
Other	-	-	-	-	-
Total gains	1	-	-	-	-
Total own-source income	89,488	112,533	105,743	100,385	102,224
Net cost of (contribution by) services	246,408	273,469	285,616	287,480	284,683
Revenue from Government	246,943	273,780	285,975	287,828	284,828
Surplus (Deficit)	535	311	359	348	145
Less Income Tax Expense	-	-	-	-	-
Surplus (Deficit) attributable to the Australian Government	535	311	359	348	145
Total comprehensive income (loss)	535	311	359	348	145
Total comprehensive income (loss) attributable to the Australian Government	535	311	359	348	145

Prepared on Australian Accounting Standards basis.

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

	Actual 2012-13 \$'000	Revised budget 2013-14 \$'000	Forward estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	19,127	3,814	5,374	4,774	4,208
Trade and other receivables	18,233	33,391	16,913	17,597	17,677
Other investments	23,333	11,288	8,508	4,056	-
Total financial assets	60,693	48,493	30,795	26,427	21,885
Non-financial assets					
Land and buildings	64,691	63,223	61,755	62,355	60,887
Property, plant and equipment	32,076	39,127	38,805	35,117	33,625
Intangibles	16,428	15,247	14,867	15,367	15,467
Inventories	63,935	81,807	87,116	89,597	91,144
Other non-financial assets	18,978	18,868	13,868	18,775	24,775
Total non-financial assets	196,108	218,272	216,411	221,211	225,898
Assets held for sale					
Total assets	256,801	266,765	247,206	247,638	247,783
LIABILITIES					
Payables					
Suppliers	22,080	22,079	22,079	22,079	22,079
Tax Liabilities	-	-	-	-	-
Other payables	21,578	15,045	15,045	15,045	15,045
Total payables	43,658	37,124	37,124	37,124	37,124
Interest bearing liabilities					
Loans	3,011	20,000	-	-	-
Leases	707	707	707	707	707
Total interest bearing liabilities	3,718	20,707	707	707	707
Provisions					
Employee provisions	21,074	20,272	20,354	20,438	20,438
Other	1,138	1,138	1,138	1,138	1,138
Total provisions	22,212	21,410	21,492	21,576	21,576
Total liabilities	69,588	79,241	59,323	59,407	59,407
Net assets	187,213	187,524	187,883	188,231	188,376
EQUITY					
Parent entity interest					
Contributed equity	111,022	111,022	111,022	111,022	111,022
Reserves	48,876	48,876	48,876	48,876	48,876
Retained surplus (accumulated deficit)	27,315	27,626	27,985	28,333	28,478
Total parent entity interest	187,213	187,524	187,883	188,231	188,376
Total Equity	187,213	187,524	187,883	188,231	188,376

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental Statement of Changes in Equity — Summary of Movement (Budget Year 2013-14)

	Retained earnings	Asset revaluation reserve	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2013				
Balance carried forward from previous period	27,315	48,876	111,022	187,213
Adjusted opening balance	27,315	48,876	111,022	187,213
Comprehensive income				
Surplus (deficit) for the period	311	-	-	311
Total comprehensive income	311	-	-	311
Closing balance attributable to the Australian Government	27,626	48,876	111,022	187,524

Prepared on Australian Accounting Standards basis

Table 3.2.4: Budgeted Departmental Statement of Cash Flows (as at 30 June)

	Actual 2012-13 \$'000	Revised budget 2013-14 \$'000	Forward estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	248,476	273,700	285,893	287,744	284,748
Sale of goods and rendering of services	82,678	92,083	117,903	95,385	97,824
Interest	5,066	4,600	4,400	4,400	4,400
Net GST received	11,030	11,840	12,000	12,000	12,000
Income tax received	79	-	-	-	-
Total cash received	347,329	382,223	420,196	399,529	398,972
Cash used					
Employees	109,506	125,223	127,204	129,747	132,428
Suppliers	227,846	281,571	262,212	262,834	259,166
Borrowing costs	289	345	-	-	-
Other	539	1,611	-	-	-
Total cash used	338,180	408,750	389,416	392,581	391,594
Net cash from (used by) operating activities	9,149	(26,527)	30,780	6,948	7,378
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant, equipment and intangibles	6	-	-	-	-
Investments	160,926	11,115	2,780	4,452	4,056
Total cash received	160,932	11,115	2,780	4,452	4,056
Cash used					
Purchase of property, plant, equipment and intangibles	7,146	16,901	12,000	12,000	12,000
Investments	162,323	-	-	-	-
Total cash used	169,469	16,901	12,000	12,000	12,000
Net cash from (used by) investing activities	(8,537)	(5,786)	(9,220)	(7,548)	(7,944)

Prepared on Australian Accounting Standards basis.

**Table 3.2.4: Budgeted Departmental Statement of Cash Flows (as at 30 June)
(Continued)**

	Actual 2012-13 \$'000	Revised budget 2013-14 \$'000	Forward estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000
FINANCING ACTIVITIES					
Cash received					
Contributed equity	2,900	-	-	-	-
Cash received from borrowings	-	20,000	-	-	-
Total cash received	2,900	20,000	-	-	-
Cash used					
Repayments of borrowings	3,000	3,000	20,000	-	-
Finance lease payments	107	-	-	-	-
Total cash used	3,107	3,000	20,000	-	-
Net cash from (used by) financing activities	(207)	17,000	(20,000)	-	-
Net increase (decrease) in cash held	405	(15,313)	1,560	(600)	(566)
Cash and cash equivalents at the beginning of the reporting period	18,722	19,127	3,814	5,374	4,774
Cash and cash equivalents at the end of the reporting period	19,127	3,814	5,374	4,774	4,208

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement — Departmental

	Actual	Revised budget	Forward estimate	Forward estimate	Forward estimate
	2012-13	2013-14	2014-15	2015-16	2016-17
	\$'000	\$'000	\$'000	\$'000	\$'000
NEW CAPITAL APPROPRIATIONS					
Equity injections - Act No. 2	2,900	-	-	-	-
Loans – Bill No. 4	-	20,000	-	-	-
Total new capital appropriations	2,900	20,000	-	-	-
Provided for:					
<i>Purchase of non-financial assets</i>	2,900	-	-	-	-
<i>Other Items</i>	-	20,000	-	-	-
Total Items	2,900	20,000	-	-	-
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation - DCB	2,900	1,724	-	-	-
Funded internally from departmental resources	4,246	15,177	12,000	12,000	12,000
TOTAL AMOUNT SPENT	7,146	16,901	12,000	12,000	12,000
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total accrual purchases	7,146	16,901	12,000	12,000	12,000
Total cash used to acquire assets	7,146	16,901	12,000	12,000	12,000

Prepared on Australian Accounting Standards basis.

Table 3.2.6: Statement of Asset Movements (2013-14)

	Land	Buildings	Other property, Plant and equipment	Computer Software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2013					
Gross book value	27,215	46,414	70,866	24,470	168,965
Accumulated depreciation/amortisation and impairment	-	(8,938)	(38,788)	(8,043)	(55,769)
Opening net book balance	27,215	37,476	32,078	16,427	113,196
CAPITAL ASSET ADDITIONS					
Estimated expenditure on new or replacement assets					
By purchase - appropriation ordinary annual services	-	600	15,801	500	16,901
Total additions	-	600	15,801	500	16,901
Other movements					
Depreciation/amortisation expense	-	(2,068)	(8,752)	(1,680)	(12,500)
As at 30 June 2014					
Gross book value	27,215	47,014	86,667	24,970	185,866
Accumulated depreciation/amortisation and impairment	-	(11,006)	(47,540)	(9,723)	(68,269)
Closing net book balance	27,215	36,008	39,127	15,247	117,597

Prepared on Australian Accounting Standards basis.

PORTFOLIO 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 process. The 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.

Portfolio Glossary

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 CRF that are supported by standing appropriations ss.20 and 21 of the <i>Financial Management and Accountability Act 1997</i> (FMA Act). 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)	<p>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 CRF does not generally cease at the end of the financial year.</p> <p>Standing appropriations are a sub-category consisting of ongoing special appropriations – the amount appropriated will depend on circumstances specified in the legislation.</p>

ACRONYMS

AAS	Australian Accounting Standards
AASB	Australian Accounting Standards Board
ABC	Australian Broadcasting Corporation
ABC Act	<i>Australian Broadcasting Corporation Act 1983</i>
ACCAN	Australian Communications Consumer Action Network
ACMA	Australian Communications and Media Authority
AEIFRS	Australian Equivalents to the International Financial Reporting Standards
AGIE	Australian Government Indigenous Expenditure
ANAO	Australian National Audit Office
ASL	Average Staffing Level
BLF	Broadcast Licensing Fees
BSA	<i>Broadcasting Services Act 1992</i>
CAC Act	<i>Commonwealth Authorities and Companies Act 1997</i>
CALD	Culturally and linguistically diverse
CRF	Consolidated Revenue Fund
DBCDE	Department of Broadband, Communications and the Digital Economy
DCB	Departmental Capital Budget
DHS	Department of Human Services
FMA Act	<i>Financial Management and Accountability Act 1997</i>
GFS	Government Finance Statistics
GHz	Gigahertz
GST	Goods and Services Tax
ICT	Information and Communications Technology
IPND	Integrated Public Number Database
ISBN	International Standard Book Numbering
IT	Information Technology
ITU	International Telecommunication Union
mbps	Megabits per second

Acronyms

MHz	Megahertz
MYEFO	Mid-Year Economic and Fiscal Outlook
NBN	National Broadband Network
NBN Co	NBN Co Limited
nfp	Not for publication
NITV	National Indigenous Television
NRS	National Relay Service
OECD	Organisation for Economic Co-operation and Development
PAES	Portfolio Additional Estimates Statements
PB Statements	Portfolio Budget Statements
PhD	Doctor of Philosophy
SBS	Special Broadcasting Service Corporation
tba	To be advised
TCPSS Act	<i>Telecommunications (Consumer Protection and Service Standards) Act 1999</i>
TUSMA	Telecommunications Universal Service Management Agency
USO	Universal Service Obligation
VAST	Viewer Access Satellite Television
VoIP	Voice over Internet Protocol