

# **Australian Communications and Media Authority**

## **Agency Resources and Planned Performance**



# AUSTRALIAN COMMUNICATIONS AND MEDIA AUTHORITY

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# AUSTRALIAN COMMUNICATIONS AND MEDIA AUTHORITY

## Section 1: Agency Overview and Resources

### 1.1 STRATEGIC DIRECTION STATEMENT

The Australian Communications and Media Authority's (the ACMA) mandate is to deliver a communications and media environment that balances the needs of industry and the Australian community through regulation, education and advice. Our purpose is to ensure communications and media work is in Australia's public interest and we achieve this with a judicious blend of communication, facilitation and ultimately regulation.

The ACMA is responsible for the regulation of broadcasting, radiocommunications, telecommunications and online content in accordance with:

- the *Australian Communications and Media Authority Act 2005*
- the *Broadcasting Services Act 1992*
- the *Radiocommunications Act 1992*
- the *Telecommunications Act 1997*
- other related legislation, including the:
  - *Do Not Call Register Act 2006*
  - *Spam Act 2003*
  - *Interactive Gambling Act 2001*
  - *Telecommunications (Consumer Protection and Service Standards) Act 1999*
  - *Telecommunications (Industry Levy) Act 2012*
  - *Telecommunications Universal Service Management Agency Act 2012*.

The ACMA has an extensive research and reporting programme aimed at understanding and identifying the current and potential uses of communications and media services and technologies. This programme provides an evidence base about changes in the communications and media markets to support regulatory development, decision-making and policy advice.

The ACMA supports and encourages a dynamic communications sector. The agency works closely with stakeholders in the context of the legislated regulatory framework to safeguard the public interest, address the broad concerns of the community and meet the needs of industry. Where regulatory action is necessary, our response is proportionate to the seriousness of the breach, taking account of relevant factors.

The ACMA has its sights set firmly on achieving public interest outcomes – in words and actions as it pursues the goal of being, and being recognised as, the world’s best converged communications regulator.

## 1.2 AGENCY RESOURCE STATEMENT

Table 1.1 shows the total resources from all sources. The table summarises how resources will be applied by outcome and by administered and departmental classification.

**Table 1.1: ACMA Resource Statement –  
Budget Estimates for 2014-15 as at Budget May 2014**

	Estimate of prior year amounts available in 2014-15 \$'000	Proposed at budget 2014-15 \$'000	Total estimate 2014-15 \$'000	Actual available appropriation 2013-14 \$'000
<b>Ordinary annual services</b> <sup>1</sup>				
<b>Departmental appropriation</b>				
Prior year departmental appropriation <sup>2</sup>	14,195	-	14,195	20,904
Departmental appropriation <sup>3</sup>	-	91,995	91,995	105,161
s31 Relevant agency receipts <sup>4</sup>	-	900	900	900
<b>Total</b>	<b>14,195</b>	<b>92,895</b>	<b>107,090</b>	<b>126,965</b>
<b>Total ordinary annual services</b>	<b>14,195</b>	<b>92,895</b>	<b>107,090</b>	<b>126,965</b>
<b>Other services</b> <sup>5</sup>				
<b>Departmental non-operating</b>				
Equity injections	-	4,576	4,576	5,841
<b>Total</b>	<b>-</b>	<b>4,576</b>	<b>4,576</b>	<b>5,841</b>
<b>Total other services</b>	<b>-</b>	<b>4,576</b>	<b>4,576</b>	<b>5,841</b>
<b>Total available annual appropriations</b>	<b>14,195</b>	<b>97,471</b>	<b>111,666</b>	<b>132,806</b>
<b>Special appropriations</b>				
<b>Special appropriations limited by amount</b>				
Telecommunications Act 1997	-	300	300	300
<b>Total special appropriations</b>	<b>-</b>	<b>300</b>	<b>300</b>	<b>300</b>
<b>Total appropriations excluding Special Accounts</b>	<b>14,195</b>	<b>97,771</b>	<b>111,966</b>	<b>133,106</b>

**Table 1.1: ACMA Resource Statement —  
Budget estimates for 2014-15 as at Budget May 2014**

	Estimate of prior year amounts available in 2014-15 \$'000	+	Proposed at budget 2014-15 \$'000	=	Total estimate 2014-15 \$'000	Actual available appropriation 2013-14 \$'000
<b>Special Accounts</b>						
Opening balance <sup>6</sup>	-		-		-	89
Non-appropriation receipts to Special Accounts	-		50		50	50
<b>Total Special Account</b>	<b>D -</b>		<b>50</b>		<b>50</b>	<b>139</b>
<b>Total resourcing</b>						
A+B+C+D	<b>14,195</b>		<b>97,821</b>		<b>112,016</b>	<b>133,245</b>
Less appropriations drawn from special accounts above	-		(50)		(50)	(50)
<b>Total net resourcing for ACMA</b>	<b>14,195</b>		<b>97,771</b>		<b>111,966</b>	<b>133,195</b>

<sup>1</sup> Appropriation Bill (No.1) 2014-15.

<sup>2</sup> Estimated adjusted balance carried forward from previous year.

<sup>3</sup> Includes an amount of \$6.799m in 2014-15 for the Departmental Capital Budget (refer to table 3.2.5 for further details). For accounting purposes this amount has been designated as 'contributions by owners'.

<sup>4</sup> s31 Relevant Agency receipts — estimate.

<sup>5</sup> Appropriation Bill (No.2) 2014-15.

<sup>6</sup> Estimated opening balance for special accounts (less 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), Services for other Government and Non-agency Bodies accounts (SOG), or Services for Other Entities and Trust Monies Special accounts (SOETM)). For further information on special accounts see Table 3.1.2.

Note: All figures are GST exclusive.

### 1.3 BUDGET MEASURES

Budget measures relating to the ACMA are detailed in Budget Paper No. 2 and are summarised below.

**Table 1.2: ACMA 2014-15 Budget measures**  
**Part 1: Measures announced since the 2013-14 MYEFO**

	Programme	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
<b>Revenue measures</b>						
Smaller Government –						
Telecommunications Universal Service Management Agency – abolition and transfer to the Department of Communications						
	1.2					
		-	(957)	(953)	(951)	(961)
		-	(957)	(953)	(951)	(961)
<b>Total</b>						
<b>Total revenue measures</b>						
		-	(957)	(953)	(951)	(961)
		-	(957)	(953)	(951)	(961)
<b>Total</b>						
<b>Expense measures</b>						
Efficiency Dividend – a further temporary increase of 0.25 per cent						
	All					
		-	(221)	(421)	(617)	(623)
		-	(221)	(421)	(617)	(623)
<b>Total</b>						
Australian Communications and Media Authority – efficiency saving						
	All					
		-	(863)	(823)	(805)	(813)
		-	(863)	(823)	(805)	(813)
<b>Total</b>						
<b>Total expense measures</b>						
		-	(1,084)	(1,244)	(1,422)	(1,436)
		-	(1,084)	(1,244)	(1,422)	(1,436)
<b>Total</b>						
<b>Capital measures</b>						
Efficiency Dividend – a further temporary increase of 0.25 per cent						
	All					
		-	(17)	(25)	(68)	(69)
		-	(17)	(25)	(68)	(69)
<b>Total</b>						
<b>Total capital measures</b>						
		-	(17)	(25)	(68)	(69)
		-	(17)	(25)	(68)	(69)
<b>Total</b>						

Prepared on a Government Finance Statistics (fiscal) basis.



**Part 2: MYEFO measures not previously reported in a portfolio statement**

	Programme	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
<b>Expense measures</b>						
Reforms to APS management and efficient procurement of agency software	All					
Departmental expenses		(218)	(598)	(1,170)	(1,451)	-
<b>Total</b>		<b>(218)</b>	<b>(598)</b>	<b>(1,170)</b>	<b>(1,451)</b>	-
Public Service efficiencies	All					
Departmental expenses		(128)	(153)	(153)	(153)	-
<b>Total</b>		<b>(128)</b>	<b>(153)</b>	<b>(153)</b>	<b>(153)</b>	-
<b>Expense measures</b>						
Efficiency Dividend – temporary increase in the rate	All					
Departmental expenses		-	(883)	(1,909)	(2,922)	-
<b>Total</b>		-	<b>(883)</b>	<b>(1,909)</b>	<b>(2,922)</b>	-
<b>Total expense measures</b>						
Departmental		(346)	(1,634)	(3,232)	(4,526)	(1,604)
<b>Total</b>		<b>(346)</b>	<b>(1,634)</b>	<b>(3,232)</b>	<b>(4,526)</b>	<b>(1,604)</b>

Prepared on a Government Finance Statistics (fiscal) basis.



## Section 2: Outcomes and Planned Performance

### 2.1 OUTCOMES AND PERFORMANCE INFORMATION

Government outcomes are the intended results, impacts or consequences of actions by the Government on the Australian community. Commonwealth programmes are the primary vehicle by which Government agencies achieve the intended results of their outcome statements. Agencies are required to identify the programmes which contribute to Government outcomes over the Budget and forward years.

Each outcome is described below together with its related programmes, specifying the performance indicators and targets used to assess and monitor the performance of the ACMA in achieving Government outcomes.

**Outcome 1:**

**A communications and media environment that balances the needs of the industry and the Australian community through regulation, education and advice**

#### **Outcome 1 strategy**

The ACMA will contribute to the achievement of this outcome by:

- planning, allocating and using the public resources for which the ACMA is responsible in a way that maximises their value to the Australian community
- providing appropriate support to national safety and security interests in the planning and delivery of communications infrastructure and services
- ensuring consumer, citizen and audience safeguards are effective, designed to keep pace with evolving market developments, reflect community standards and deliver on consumer and community expectations
- developing strategies that ensure consumers, citizens and industry benefit from their engagement in the developing information economy and evolving networked society.

## Outcome expense statement

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

**Table 2.1: Budgeted Expenses for Outcome 1**

Outcome 1: A communications and media environment that balances the needs of the industry and the Australian community through regulation, education and advice	2013-14 Estimated actual expenses \$'000	2014-15 Estimated expenses \$'000
<b>Programme 1.1: Communications regulation, planning and licensing</b>		
Administered expenses	50	50
Special Accounts	50	50
Departmental expenses	43,682	40,465
Departmental appropriation <sup>1</sup>	43,259	40,042
Revenue from independent sources (s31)	423	423
<b>Total for Programme 1.1</b>	<b>43,732</b>	<b>40,515</b>
<b>Programme 1.2: Consumer safeguards, education and information</b>		
Administered expenses	300	300
Special appropriations	300	300
Departmental expenses	49,259	45,631
Departmental appropriation <sup>1</sup>	48,782	45,154
Revenue from independent sources (s31)	477	477
<b>Total for Programme 1.2</b>	<b>49,559</b>	<b>45,931</b>
<b>Outcome 1 Totals by appropriation type</b>		
Administered Expenses	350	350
Special appropriations	300	300
Special Accounts	50	50
Departmental expenses	92,941	86,096
Departmental appropriation <sup>1</sup>	92,041	85,196
Revenue from independent sources (s31)	900	900
<b>Total expenses for Outcome 1</b>	<b>93,291</b>	<b>86,446</b>
<b>Average Staffing Level (number)</b>	512	468

<sup>1</sup> Departmental Appropriation combines "Ordinary annual services (Appropriation Bill No. 1)" and "Revenue from independent sources (s31)".

Note: Departmental appropriation splits and total are indicative estimates and may change in the course of the budget year.

## Contributions to Outcome 1

### Programme 1.1: Communications regulation, planning and licensing

#### Programme objective

That the allocation and use of public resources maximises their value to the Australian community; and that national safety and security interests are appropriately supported in the planning and delivery of communication infrastructure and services.

	2013-14 Estimated actual \$'000	2014-15 Budget \$'000	2015-16 Forward estimate \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000
Special Account Expenses:					
Other Trust Monies	50	50	50	50	50
Annual departmental expenses:					
Programme expenses	32,325	29,945	28,540	27,847	28,116
Programme support	11,357	10,520	10,027	9,783	9,878
<b>Total programme expenses</b>	<b>43,732</b>	<b>40,515</b>	<b>38,617</b>	<b>37,680</b>	<b>38,044</b>

#### Programme 1.1 Deliverables

- Effective allocation and use of the radiofrequency spectrum.
- Minimisation of unacceptable interference to radiocommunications services.
- Promotion of competition, efficiency and innovation in the Australian telecommunications industry.
- Administration of licensing and number allocation arrangements.
- Provision of appropriate and reasonable support to law enforcement, emergency services and national security.
- Work in partnership with Industry to improve the performance of Australia's emergency call services.

	2013-14 Estimated actual \$'000	2014-15 Budget \$'000	2015-16 Forward estimate \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000
Deliverables					
Communications regulation, planning and licensing	43,732	40,515	38,617	37,680	38,044

**Programme 1.1 Key Performance Indicators**

- That the public benefit from the allocation and use of the radiofrequency spectrum is maximised.
- That the instances of unacceptable interference are low; and interference complaints are resolved quickly and in a cost effective manner.
- That competition, efficiency and innovation in the Australian telecommunications industry is maximised, resulting in a simple and flexible numbering scheme.
- That, in allocating or renewing broadcasting, telecommunications and radiocommunications licences and numbers, administrative costs on industry and citizens are minimised.
- That law enforcement, emergency services and national security providers are appropriately and reasonably supported by the ACMA and telecommunications industry.

	2013-14 Estimated actual \$'000	2014-15 Budget \$'000	2015-16 Forward estimate \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000
Key performance indicators					
Communications regulation, planning and licensing	43,732	40,515	38,617	37,680	38,044

**Programme 1.2: Consumer safeguards, education and information****Programme objective**

Consumer, citizen and audience safeguards are effective, designed to keep pace with evolving market developments, reflect community standards and deliver on consumer and community experience.

The benefit to consumers, citizens and industry from engagement in the developing information economy and the evolving networked society is maximised.

**Linked to:**

Elements of the administered items in Programme 1.2 are also delivered by the Telecommunications Universal Service Management Agency (TUSMA), which is responsible for delivering public interest telecommunications services including the:

- Universal Service Obligation (USO), which ensures that standard telephone services and payphones are to be reasonably accessible to all people in Australia on an equitable basis, wherever they reside or carry on business
- National Relay Service (NRS), which assists people who are deaf, or have a hearing and/or speech impairment, to access a telephone service equivalent to the standard telephone service available to all Australians.

	2013-14 Estimated actual \$'000	2014-15 Budget \$'000	2015-16 Forward estimate \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000
Special Appropriations:					
<i>Telecommunications - Consumer Codes</i>	300	300	300	300	300
Annual departmental expenses:					
Programme expenses	36,452	33,767	32,183	31,402	31,706
Programme support	12,807	11,864	11,307	11,032	11,139
<b>Total programme expenses</b>	<b>49,559</b>	<b>45,931</b>	<b>43,790</b>	<b>42,734</b>	<b>43,145</b>

**Programme 1.2 Deliverables**

- Facilitate transition to the national broadband environment.
- Maintain effective telecommunications safeguards.
- Minimise unsolicited spam and telemarketing communications.
- Maintain effective broadcasting and community standards.
- Maintain effective online content and community standards.
- Promote engagement in the information economy and evolving networked society.
- Develop and maintain appropriate regulatory settings for an information economy and network society.

	2013-14 Estimated actual \$'000	2014-15 Budget \$'000	2015-16 Forward estimate \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000
Deliverables					
Consumer safeguards, education and information	49,559	45,931	43,790	42,734	43,145

**Programme 1.2 Key Performance Indicators**

- That businesses and consumers confidently transition to a national broadband environment.
- That consumer interests are protected and promoted when telecommunications services are purchased and used.
- That the adverse impacts of spam and unsolicited telemarketing on the economy and society are minimised.
- That community's confidence in the efficacy of broadcasting regulation is maintained.
- That citizens have effective and accessible avenues of complaint for online content that breaches community standards.
- That citizens engage positively, confidently and securely in the developing information economy and evolving networked society.
- That industry and business have sufficient confidence in regulatory settings to continue development of innovative communications and media services.

	2013-14 Estimated actual \$'000	2014-15 Budget \$'000	2015-16 Forward estimate \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000
Key performance indicators					
Consumer safeguards, education and information	49,559	45,931	43,790	42,734	43,145



## Section 3: Explanatory Tables and Budgeted Financial Statements

Section 3 presents explanatory tables and budgeted financial statements which provide a comprehensive snapshot of agency finances for the 2014-15 budget year. It explains how budget plans are incorporated into the financial statements and provides further details of the reconciliation between appropriations and programme expenses.

### 3.1 EXPLANATORY TABLES

#### 3.1.2 Special Accounts

Special Accounts provide a means to set aside and record amounts used for specified purposes. Special Accounts can be created by a Finance Minister's Determination under the FMA Act or under separate enabling legislation. Table 3.1.2 shows the expected additions (receipts) and reductions (payments) for each account used by the ACMA.

**Table 3.1.2: Estimates of Special Account Flows and Balances**

		Opening balance <b>2014-15</b> 2013-14	Receipts <b>2014-15</b> 2013-14	Payments <b>2014-15</b> 2013-14	Closing balance <b>2014-15</b> 2013-14
	Outcome	\$'000	\$'000	\$'000	\$'000
Universal Service Account (A)	1	19	-	-	19
<i>FMA Act<sup>1</sup> s21 and TCPSS Act<sup>2</sup> s21(2)</i>		19	-	-	19
Services for Other Entities and Trust					
Moneys (A)	1	70	50	50	70
<i>FMA Act s20</i>		70	50	50	70
<b>Total Special Accounts 2014-15</b>					
<b>Budget estimate</b>		<b>89</b>	<b>50</b>	<b>50</b>	<b>89</b>
<i>Total Special Accounts 2013-14</i>					
<i>estimated actual</i>		89	50	50	89

(A) = Administered

1 *Financial Management and Accountability Act 1997.*

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

## **3.2 BUDGETED FINANCIAL STATEMENTS**

### **3.2.1 Differences in agency resourcing and financial statements**

There are no significant differences between the resource information presented in the Budget Papers and Portfolio Budget Statements as a result of differences between Australian Accounting Standards (AAS) and Government Finance Statistics (GFS).

### **3.2.2 Analysis of budgeted financial statements**

#### **Departmental Comprehensive Income Statement**

The ACMA is budgeting in 2014-15 for total expenditure of \$95.2 million. This represents a decrease of \$8.1 million from the 2013-14 estimated position.

The decrease is primarily due to terminating Digital Television Switchover and Dividend funding.

### 3.2.3 Budgeted financial statements tables

**Table 3.2.1 Comprehensive Income Statement (Showing Net Cost of Services)  
(for the period ended 30 June)**

	Estimated actual 2013-14 \$'000	Budget estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
<b>EXPENSES</b>					
Employee benefits	63,817	55,915	54,475	53,045	53,045
Suppliers	29,124	30,181	27,582	27,019	27,794
Depreciation and amortisation	10,358	9,136	8,973	10,147	10,199
<b>Total expenses</b>	<b>103,299</b>	<b>95,232</b>	<b>91,030</b>	<b>90,211</b>	<b>91,038</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	900	900	900	900	900
<b>Total own-source revenue</b>	<b>900</b>	<b>900</b>	<b>900</b>	<b>900</b>	<b>900</b>
<b>Total own-source income</b>	<b>900</b>	<b>900</b>	<b>900</b>	<b>900</b>	<b>900</b>
<b>Net cost of (contribution by) services</b>	<b>102,399</b>	<b>94,332</b>	<b>90,130</b>	<b>89,311</b>	<b>90,138</b>
Revenue from Government	92,041	85,196	81,157	79,164	79,939
<b>Surplus (Deficit) attributable to the Australian Government</b>	<b>(10,358)</b>	<b>(9,136)</b>	<b>(8,973)</b>	<b>(10,147)</b>	<b>(10,199)</b>
<b>Total other comprehensive income</b>	-	-	-	-	-
<b>Total comprehensive income (loss)</b>	<b>(10,358)</b>	<b>(9,136)</b>	<b>(8,973)</b>	<b>(10,147)</b>	<b>(10,199)</b>
<b>Total comprehensive income (loss) attributable to the Australian Government</b>	<b>(10,358)</b>	<b>(9,136)</b>	<b>(8,973)</b>	<b>(10,147)</b>	<b>(10,199)</b>
<b>Note: Reconciliation of comprehensive income attributable to ACMA</b>					
	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
<b>Total comprehensive income (loss) attributable to the Australian Government</b>	<b>(10,358)</b>	<b>(9,136)</b>	<b>(8,973)</b>	<b>(10,147)</b>	<b>(10,199)</b>
plus non-appropriated expenses depreciation and amortisation expenses	10,358	9,136	8,973	10,147	10,199
<b>Total comprehensive income (loss) – attributable to the ACMA</b>	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

	Estimated actual 2013-14 \$'000	Budget estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	1,035	1,035	1,035	1,035	1,035
Trade and other receivables	15,636	15,636	7,674	7,674	7,674
Other financial assets	292	292	292	292	292
<b>Total financial assets</b>	<b>16,963</b>	<b>16,963</b>	<b>9,001</b>	<b>9,001</b>	<b>9,001</b>
<b>Non-financial assets</b>					
Land and buildings	23,158	23,144	23,694	23,259	22,844
Property, plant and equipment	11,821	16,371	16,755	18,171	19,587
Intangibles	24,652	22,355	25,227	22,944	20,729
Other non-financial assets	1,537	1,537	1,537	1,537	1,537
<b>Total non-financial assets</b>	<b>61,168</b>	<b>63,407</b>	<b>67,213</b>	<b>65,911</b>	<b>64,697</b>
<b>Total assets</b>	<b>78,131</b>	<b>80,370</b>	<b>76,214</b>	<b>74,912</b>	<b>73,698</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	3,774	3,774	3,774	3,774	3,774
Other payables	10	10	10	10	10
<b>Total payables</b>	<b>3,784</b>	<b>3,784</b>	<b>3,784</b>	<b>3,784</b>	<b>3,784</b>
<b>Provisions</b>					
Employee provisions	23,089	23,089	23,089	23,089	23,089
Other provisions	1,998	1,998	1,998	1,998	1,998
<b>Total provisions</b>	<b>25,087</b>	<b>25,087</b>	<b>25,087</b>	<b>25,087</b>	<b>25,087</b>
<b>Total liabilities</b>	<b>28,871</b>	<b>28,871</b>	<b>28,871</b>	<b>28,871</b>	<b>28,871</b>
<b>Net assets</b>	<b>49,260</b>	<b>51,499</b>	<b>47,343</b>	<b>46,041</b>	<b>44,827</b>
<b>EQUITY<sup>1</sup></b>					
<b>Parent entity interest</b>					
Contributed equity	81,346	92,721	97,538	106,383	115,368
Reserves	1,948	1,948	1,948	1,948	1,948
Retained surplus (accumulated deficit) <sup>2</sup>	(34,034)	(43,170)	(52,143)	(62,290)	(72,489)
<b>Total parent entity interest</b>	<b>49,260</b>	<b>51,499</b>	<b>47,343</b>	<b>46,041</b>	<b>44,827</b>
<b>Total Equity</b>	<b>49,260</b>	<b>51,499</b>	<b>47,343</b>	<b>46,041</b>	<b>44,827</b>

Prepared on Australian Accounting Standards basis.

<sup>1</sup> Equity is the residual interest in assets after deductions of liabilities.<sup>2</sup> Retained surplus (accumulated deficit) includes depreciation loss.

**Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget year 2014-15)**

	Retained earnings	Asset revaluation reserve	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2014</b>				
Balance carried forward from previous period	(34,034)	1,948	81,346	49,260
<b>Adjusted opening balance</b>	<b>(34,034)</b>	<b>1,948</b>	<b>81,346</b>	<b>49,260</b>
<b>Comprehensive income</b>				
Surplus (deficit) for the period	(9,136)	-	-	(9,136)
<b>Total comprehensive income</b>	<b>(9,136)</b>	<b>-</b>	<b>-</b>	<b>(9,136)</b>
of which:				
Attributable to the Australian Government	(9,136)	-	-	(9,136)
<b>Transactions with owners</b>				
<b>Contributions by owners</b>				
Equity Injection - Appropriation	-	-	4,576	4,576
Departmental Capital Budget (DCBs)	-	-	6,799	6,799
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>11,375</b>	<b>11,375</b>
<b>Estimated closing balance as at 30 June 2015</b>	<b>(43,170)</b>	<b>1,948</b>	<b>92,721</b>	<b>51,499</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(43,170)</b>	<b>1,948</b>	<b>92,721</b>	<b>51,499</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.4: Budgeted departmental statement of cash flows  
(for the period ended 30 June)**

	Estimated actual 2013-14 \$'000	Budget estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	98,830	87,146	86,165	85,298	86,073
Sale of goods and rendering of services	900	900	900	900	900
Net GST received	2,580	2,380	2,380	2,380	2,380
<b>Total cash received</b>	<b>102,310</b>	<b>90,426</b>	<b>89,445</b>	<b>88,578</b>	<b>89,353</b>
<b>Cash used</b>					
Employees	64,005	56,855	56,549	55,917	55,917
Suppliers	30,028	31,191	30,516	30,281	31,056
Net GST paid	2,580	2,380	2,380	2,380	2,380
<b>Total cash used</b>	<b>96,613</b>	<b>90,426</b>	<b>89,445</b>	<b>88,578</b>	<b>89,353</b>
<b>Net cash from (used by) operating activities</b>	<b>5,697</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
Purchase of property, plant and equipment	24,658	11,375	4,817	8,845	8,985
<b>Total cash used</b>	<b>24,658</b>	<b>11,375</b>	<b>4,817</b>	<b>8,845</b>	<b>8,985</b>
<b>Net cash from (used by) investing activities</b>	<b>(24,658)</b>	<b>(11,375)</b>	<b>(4,817)</b>	<b>(8,845)</b>	<b>(8,985)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	18,961	11,375	4,817	8,845	8,985
<b>Total cash received</b>	<b>18,961</b>	<b>11,375</b>	<b>4,817</b>	<b>8,845</b>	<b>8,985</b>
<b>Net cash from (used by) financing activities</b>	<b>18,961</b>	<b>11,375</b>	<b>4,817</b>	<b>8,845</b>	<b>8,985</b>
<b>Net increase (decrease) in cash held</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	1,035	1,035	1,035	1,035	1,035
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>1,035</b>	<b>1,035</b>	<b>1,035</b>	<b>1,035</b>	<b>1,035</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.5: Departmental Capital Budget Statement**

	Estimated actual 2013-14 \$'000	Budget estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Bill 1 (DCB)	13,120	6,799	4,817	8,845	8,985
Equity injections – Bill 2	5,841	4,576	-	-	-
<b>Total new capital appropriations</b>	<b>18,961</b>	<b>11,375</b>	<b>4,817</b>	<b>8,845</b>	<b>8,985</b>
<b>Provided for:</b>					
Purchase of non-financial assets	18,961	11,375	4,817	8,845	8,985
<b>Total Items</b>	<b>18,961</b>	<b>11,375</b>	<b>4,817</b>	<b>8,845</b>	<b>8,985</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations <sup>1</sup>	5,841	4,576	-	-	-
Funded by capital appropriation - DCB <sup>2</sup>	14,591	6,799	4,817	8,845	8,985
Funded internally from departmental resources <sup>3</sup>	4,226	-	-	-	-
<b>TOTAL</b>	<b>24,658</b>	<b>11,375</b>	<b>4,817</b>	<b>8,845</b>	<b>8,985</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	24,658	11,375	4,817	8,845	8,985
<b>Total cash used to acquire assets</b>	<b>24,658</b>	<b>11,375</b>	<b>4,817</b>	<b>8,845</b>	<b>8,985</b>

Prepared on Australian Accounting Standards basis.

1 Includes both current Bill 2 and prior Bill 2 capital appropriations.

2 Includes purchases from Departmental Capital Budgets (DCBs).

3 Includes funding from prior year appropriations for unused depreciation.

**Table 3.2.6: Statement of Asset Movements (2014-15)**

	Land	Buildings	Other property, plant and equipment	Computer software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>As at 1 July 2014</b>					
Gross book value	6,850	22,598	21,726	56,934	108,108
Accumulated depreciation/amortisation and impairment	-	(6,290)	(9,905)	(32,282)	(48,477)
<b>Opening net book balance</b>	<b>6,850</b>	<b>16,308</b>	<b>11,821</b>	<b>24,652</b>	<b>59,631</b>
<b>CAPITAL ASSET ADDITIONS</b>					
<b>Estimated expenditure on new or replacement assets</b>					
By purchase - appropriation equity <sup>1</sup>	-	-	4,576	-	4,576
By purchase - appropriation ordinary annual services <sup>2</sup>	-	1,470	2,000	3,329	6,799
By purchase - other	-	-	-	-	-
<b>Total additions</b>	<b>-</b>	<b>1,470</b>	<b>6,576</b>	<b>3,329</b>	<b>11,375</b>
<b>Other movements</b>					
Depreciation/amortisation expense	-	(1,484)	(2,026)	(5,626)	(9,136)
<b>Total other movements</b>	<b>-</b>	<b>(1,484)</b>	<b>(2,026)</b>	<b>(5,626)</b>	<b>(9,136)</b>
<b>As at 30 June 2015</b>					
Gross book value	6,850	24,068	28,302	60,263	119,483
Accumulated depreciation/amortisation and impairment	-	(7,774)	(11,931)	(37,908)	(57,613)
<b>Closing net book balance</b>	<b>6,850</b>	<b>16,294</b>	<b>16,371</b>	<b>22,355</b>	<b>61,870</b>

Prepared on Australian Accounting Standards basis.

1 'Appropriation equity' refers to equity injections provided through Appropriation Bill (No.2) 2014-15.

2 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No.1) 2014-15 for depreciation / amortisation expenses, DCBs.



**Table 3.2.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)**

	Estimated actual 2013-14 \$'000	Budget estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Suppliers	300	300	300	300	300
Subsidies	-	-	-	-	-
Other expenses	50	50	50	50	50
<b>Total expenses administered on behalf of Government</b>	<b>350</b>	<b>350</b>	<b>350</b>	<b>350</b>	<b>350</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
<b>Taxation revenue</b>					
Taxation revenue	632,298	650,927	657,295	680,508	678,617
<b>Total taxation revenue</b>	<b>632,298</b>	<b>650,927</b>	<b>657,295</b>	<b>680,508</b>	<b>678,617</b>
<b>Non-taxation revenue</b>					
Sale of goods and rendering of services	5,033	5,033	5,033	5,033	5,033
Fees and fines	47,079	46,572	46,866	46,861	46,866
Other revenue	4,130	4,130	4,130	4,130	4,130
<b>Total non-taxation revenue</b>	<b>56,242</b>	<b>55,735</b>	<b>56,029</b>	<b>56,024</b>	<b>56,029</b>
<b>Total own-source revenues administered on behalf of Government</b>	<b>688,540</b>	<b>706,662</b>	<b>713,324</b>	<b>736,532</b>	<b>734,646</b>
<b>Gains</b>					
Sale of assets	2,500	2,135,565	67,600	2,500	2,500
<b>Total gains administered on behalf of Government</b>	<b>2,500</b>	<b>2,135,565</b>	<b>67,600</b>	<b>2,500</b>	<b>2,500</b>
<b>Total own-sourced income administered on behalf of Government</b>	<b>691,040</b>	<b>2,842,227</b>	<b>780,924</b>	<b>739,032</b>	<b>737,146</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.8: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)**

	Estimated actual 2013-14 \$'000	Budget estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Taxation receivables	172,739	171,920	172,020	172,020	172,020
Trade and other receivables	40,446	39,939	40,233	40,228	40,228
<b>Total financial assets</b>	<b>213,185</b>	<b>211,859</b>	<b>212,253</b>	<b>212,248</b>	<b>212,248</b>
<b>Total assets administered on behalf of Government</b>	<b>213,185</b>	<b>211,859</b>	<b>212,253</b>	<b>212,248</b>	<b>212,248</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Unearned Income	251,802	125,802	60,702	60,702	60,702
Other payables	1,742	1,742	1,742	1,742	1,742
<b>Total payables</b>	<b>253,544</b>	<b>127,544</b>	<b>62,444</b>	<b>62,444</b>	<b>62,444</b>
<b>Total liabilities administered on behalf of Government</b>	<b>253,544</b>	<b>127,544</b>	<b>62,444</b>	<b>62,444</b>	<b>62,444</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.9: Schedule of budgeted administered cash flows  
(for the period ended 30 June)**

	Estimated actual 2013-14 \$'000	Budget estimate 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Sales of goods and rendering of services	51,112	52,112	51,605	51,799	51,799
Taxes	633,879	651,029	657,527	680,810	678,919
Other	4,130	4,130	4,130	4,130	4,130
<b>Total cash received</b>	<b>689,121</b>	<b>707,271</b>	<b>713,262</b>	<b>736,739</b>	<b>734,848</b>
<b>Cash used</b>					
Suppliers	350	350	350	350	350
<b>Total cash used</b>	<b>350</b>	<b>350</b>	<b>350</b>	<b>350</b>	<b>350</b>
<b>Net cash from (used by) operating activities</b>	<b>688,771</b>	<b>706,921</b>	<b>712,912</b>	<b>736,389</b>	<b>734,498</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sale of property, plant and equipment	193,600	2,009,565	2,500	2,500	2,500
<b>Total cash received</b>	<b>193,600</b>	<b>2,009,565</b>	<b>2,500</b>	<b>2,500</b>	<b>2,500</b>
<b>Net cash from (used by) investing activities</b>	<b>193,600</b>	<b>2,009,565</b>	<b>2,500</b>	<b>2,500</b>	<b>2,500</b>
<b>Net increase (decrease) in cash held</b>	<b>882,371</b>	<b>2,716,486</b>	<b>715,412</b>	<b>738,889</b>	<b>736,998</b>
Cash and cash equivalents at beginning of reporting period	156	156	156	156	156
Cash from Official Public Account for:					
- Appropriations	300	300	300	300	300
- Special Accounts	50	50	50	50	50
	<b>506</b>	<b>506</b>	<b>506</b>	<b>506</b>	<b>506</b>
Cash to Official Public Account for:					
- Appropriations	(882,721)	(2,716,836)	(715,762)	(739,239)	(737,348)
	<b>(882,721)</b>	<b>(2,716,836)</b>	<b>(715,762)</b>	<b>(739,239)</b>	<b>(737,348)</b>
<b>Cash and cash equivalents at end of reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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, TUSMA levies and the Annual Numbering Charge.

##### **Non-taxation Revenue**

Represents revenue collected from activities including the Telecommunication Licence Charges, non-taxation radiocommunications charges and the Do Not Call Register access fees.

##### **Sale of Assets Revenue**

Represents revenue from telephone numbering auctions, the renewal of the 15 year spectrum licence and the sale of the digital dividend spectrum auction relating to 700MHz and 2.5GHz bands.