

OFFICE OF FILM AND LITERATURE CLASSIFICATION

Section 1: Agency overview and resources; variations and measures

OVERVIEW

There are no changes to the Office of Film and Literature Classification's (OFLC) role, mission or its outcome and outputs structures as a result of Additional Estimates.

Table 1.1: Agency outcomes and output groups

OFFICE OF FILM AND LITERATURE CLASSIFICATION	
Director: Mr Des Clark	
Total Price of Outputs	\$10.132m
Departmental Outcome Appropriation	\$9.853m
Total Administered Expenses	\$0.817m
Outcome 1: Australians make informed decisions about films, publications and computer games, which they, or those in their care may view, read or play	
Total Price	\$10.132m
Departmental Outputs Appropriation	\$9.853m
Administered Expenses Appropriation	\$0.817m
Output 1.1: Operation of the National Classification Scheme	
Total Price	\$6.755m
Appropriation	\$6.569m
Output 1.2: Provision of services ancillary to the operation of the National Classification Scheme including research, the community liaison officer scheme, policy development and ministerial support	
Total Price	\$3.377m
Appropriation	\$3.284m
Administered Expense	\$0.817m

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

Additional funding of \$0.204m has been provided in 2006-07 as a result of increased workload.

Table 1.3: Additional estimates and variations to outcomes — other variations

	2006-07 \$'000	2007-08 \$'000	2008-09 \$'000	2009-10 \$'000
Outcome 1				
Variation in Departmental appropriations				
Increased workload	204	-	-	-
Total changes in Departmental appropriations	204	-	-	-

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

Table 1.5: Appropriation Bill (No. 3) 2006-07

	2005-06 Available \$'000	2006-07 Budget \$'000	2006-07 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
DEPARTMENTAL OUTPUTS					
Outcome 1					
Australians make informed decisions about films, publications and computer games, which they, or those in their care may view, read or play	7,324	9,649	9,853	204	-
Total	7,324	9,649	9,853	204	-

SUMMARY OF STAFFING CHANGES

Table 1.7: Average Staffing Level (ASL)

	2006-07 Budget	2006-07 Revised	Variation
Outcome 1			
Australians make informed decisions about films, publications and computer games, which they, or those in their care may view, read or play	60	53	(7)
Total	60	53	(7)

Note:

The reduction in staff is as a result of the planned integration of the OFLC into the Attorney-General's Department in 2007. On 1 July 2006, seven staff were transferred to the Attorney-General's Department.

OTHER RECEIPTS AVAILABLE TO BE USED

Table 1.9 provides details of other receipts available to be used and include FMA s.31 receipts, special accounts (non-appropriation receipts) and resources received free of charge.

Table 1.9: Other receipts available to be used

	Budget Estimate 2006-07 \$'000	Revised Estimate 2006-07 \$'000
Departmental other receipts		
Sale of goods and services – FMA Act s.31	244	244
Resources received free of charge	29	35
Total Departmental other receipts available to be used	273	279

Section 2: Revisions to agency outcomes

OUTCOMES, ADMINISTERED ITEMS AND OUTPUTS

Table 1.1 'Agency outcomes and outputs groups' lists the outcome statements and output groups for the OFLC.

There is no change to outcome and outputs structure as a result of Additional Estimates variations.

Apart from price per output in Table 1.1 there have been no changes to performance information.

Section 3: Budgeted financial statements

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

BUDGETED FINANCIAL STATEMENTS

Departmental financial statements

Budgeted departmental income statement

Departmental appropriation revenue is estimated at \$9.853m, an increase of \$0.204m from Budget. The increase is due to higher than predicted workload and reconciliation of revenue to appropriation under the cost recovery arrangements applying to the OFLC. Other revenue has increased by \$0.006m.

Total expenses have also increased by \$0.210m.

Budgeted departmental balance sheet

The OFLC's budgeted net asset position of \$4.021m has increased by \$0.278m from the 2006-07 Budget due to the 2005-06 operating result.

Table 3.1: Budgeted departmental income statement for the period ended 30 June

	Actual 2005-06 \$'000	Revised Budget 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000
INCOME					
Revenue					
Revenues from Government	7,324	9,853	9,699	9,754	9,807
Goods and services	1,141	244	252	262	264
Total revenue	8,465	10,097	9,951	10,016	10,071
Gains					
Other	32	35	35	35	35
Total gains	32	35	35	35	35
Total income	8,497	10,132	9,986	10,051	10,106
EXPENSES					
Employees	5,449	6,256	5,917	5,951	6,326
Suppliers	2,363	3,334	3,155	3,254	3,456
Depreciation and amortisation	407	542	914	846	324
Total expenses	8,219	10,132	9,986	10,051	10,106
Operating result from continuing operations	278	-	-	-	-
Net surplus or (deficit) attributable to the Australian Government	278	-	-	-	-

Table 3.2: Budgeted departmental balance sheet as at 30 June

	Actual 2005-06 \$'000	Revised Budget 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	3,596	2,178	2,948	3,747	4,071
Receivables	524	524	524	524	524
Total financial assets	4,120	2,702	3,472	4,271	4,595
Non-financial assets					
Land and buildings	710	1,076	505	-	-
Infrastructure, plant and equipment	253	290	313	239	135
Intangibles	10	1,065	843	623	403
Other	83	83	83	83	83
Total non-financial assets	1,056	2,514	1,744	945	621
Total assets	5,176	5,216	5,216	5,216	5,216
LIABILITIES					
Payables					
Suppliers	158	158	158	158	158
Total payables	158	158	158	158	158
Provisions					
Employees	1,037	1,037	1,037	1,037	1,037
Total provisions	1,037	1,037	1,037	1,037	1,037
Total liabilities	1,195	1,195	1,195	1,195	1,195
EQUITY					
Parent entity interest					
Contributed equity	2,315	2,355	2,355	2,355	2,355
Reserves	188	188	188	188	188
Retained surpluses or accumulated deficits	1,478	1,478	1,478	1,478	1,478
Total parent entity interest	3,981	4,021	4,021	4,021	4,021
Total equity	3,981	4,021	4,021	4,021	4,021
Current assets	4,203	2,785	3,555	4,354	4,678
Non-current assets	973	2,431	1,661	862	538
Current liabilities	1,073	1,073	1,073	1,073	1,073
Non-current liabilities	122	122	122	122	122

Table 3.3: Budgeted departmental statement of cash flows for the period ended 30 June

	Actual 2005-06 \$'000	Revised Budget 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	7,324	9,853	9,699	9,754	9,807
Goods and services	1,226	244	252	262	264
Other	202	-	-	-	-
Total cash received	8,752	10,097	9,951	10,016	10,071
Cash used					
Employees	5,601	6,256	5,917	5,951	6,326
Suppliers	2,792	3,299	3,120	3,219	3,421
Total cash used	8,393	9,555	9,037	9,170	9,747
Net cash from or (used by) operating activities	359	542	914	846	324
INVESTING ACTIVITIES					
Cash received					
Total cash received	-	-	-	-	-
Cash used					
Purchase of property, plant and equipment	75	900	144	47	-
Purchase of intangibles	-	1,100	-	-	-
Total cash used	75	2,000	144	47	-
Net cash from or (used by) investing activities	(75)	(2,000)	(144)	(47)	-
FINANCING ACTIVITIES					
Cash received					
Capital injection	1,600	40	-	-	-
Total cash received	1,600	40	-	-	-
Cash used					
Total cash used	-	-	-	-	-
Net cash from or (used by) financing activities	1,600	40	-	-	-
Net increase or (decrease) in cash held	1,884	(1,418)	770	799	324
Cash at the beginning of the reporting period	1,712	3,596	2,178	2,948	3,747
Cash at the end of the reporting period	3,596	2,178	2,948	3,747	4,071

Table 3.4: Departmental statement of changes in equity — summary of movement Budget year 2006-07

	Accumulated Results \$'000	Asset Revaluation Reserve \$'000	Contributed Equity/ Capital \$'000	Total Equity \$'000
Opening balance as at 1 July 2006				
Balance carried forward from previous period	1,478	188	2,315	3,981
Adjusted opening balance	1,478	188	2,315	3,981
Net operating result	-	-	-	-
Total income and expenses	-	-	-	-
Transactions with owners				
Contribution by owners	-	-	40	40
Total transactions with owners	-	-	40	40
Estimated closing balance as at 30 June 2007	1,478	188	2,355	4,021

Table 3.5: Departmental capital budget statement

	Actual 2005-06 \$'000	Revised Budget 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	1,600	40	-	-	-
Total capital appropriations	1,600	40	-	-	-
Represented by:					
Purchase of non-financial assets	-	40	-	-	-
Other	1,600	-	-	-	-
Total represented by	1,600	40	-	-	-
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	-	40	-	-	-
Funded internally by departmental resources	75	1,960	144	47	-
Total	75	2,000	144	47	-

Table 3.6: Departmental property, plant, equipment and intangibles — summary of movement Budget year 2006-07

	Buildings	Other Infrastructure Plant and Equipment	Computer Software	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2006				
Gross book value	2,505	395	1,265	4,165
Accumulated depreciation	(1,795)	(142)	(1,255)	(3,192)
Opening net book value	710	253	10	973
Additions:				
by purchase	750	150	1,100	2,000
Depreciation/amortisation expense	(384)	(113)	(45)	(542)
As at 30 June 2007				
Gross book value	3,255	545	2,365	6,165
Accumulated depreciation	(2,179)	(255)	(1,300)	(3,734)
Estimated closing net book value	1,076	290	1,065	2,431

Table 3.7: Schedule of budgeted income and expenses administered on behalf of Government for the period ended 30 June

	Actual 2005-06 \$'000	Revised Budget 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000
INCOME ADMINISTERED ON BEHALF OF THE GOVERNMENT					
Revenue					
Non-taxation					
Revenue from Government	747	817	850	884	909
Classification fees	6,730	7,817	7,914	8,017	8,177
Total non-taxation	7,477	8,634	8,764	8,901	9,086
Total income administered on behalf of the Government	7,477	8,634	8,764	8,901	9,086
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Grants	747	817	850	884	909
Total expenses administered on behalf of the Government	747	817	850	884	909

Table 3.8: Schedule of budgeted assets and liabilities administered on behalf of Government as at 30 June

	Actual 2005-06 \$'000	Revised Budget 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000
LIABILITIES ADMINISTERED ON BEHALF OF THE GOVERNMENT					
Payables					
Other payables	441	441	441	441	441
Total payables	441	441	441	441	441
Total liabilities administered on behalf of Government	441	441	441	441	441

Table 3.9: Schedule of budgeted administered cash flows for the period ended 30 June

	Actual 2005-06 \$'000	Revised Budget 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000	Forward Estimate 2009-10 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	747	817	850	884	909
Classification fees	6,823	7,817	7,914	8,017	8,177
Total cash received	7,570	8,634	8,764	8,901	9,086
Cash used					
Grant payments	747	817	850	884	909
Cash to Official Public Account	6,823	7,817	7,914	8,017	8,177
Total cash used	7,570	8,634	8,764	8,901	9,086
Net cash from operating activities	-	-	-	-	-
INVESTING ACTIVITIES					
Cash received					
Total cash received	-	-	-	-	-
Cash used					
Total cash used	-	-	-	-	-
Net cash from investing activities	-	-	-	-	-
FINANCING ACTIVITIES					
Cash received					
Total cash received	-	-	-	-	-
Cash used					
Total cash used	-	-	-	-	-
Net cash from financing activities	-	-	-	-	-
Net increase or (decrease) in cash held	-	-	-	-	-
Cash at beginning of reporting period	-	-	-	-	-
Cash at end of reporting period	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

Basis of accounting

The OFLC's budgeted financial statements are prepared on an accrual basis, in accordance with historical cost convention and consistent with Australian Accounting Standards.

Departmental and Administered Items

Transactions that the OFLC controls (departmental transactions) are separately budgeted for and reported on from transactions that the OFLC does not have control over (administered transactions).

Revenues from Government

Appropriations for departmental outputs and administered expenses are recognised as revenue.

Employee expenses

Employee expenses consist of salaries, leave entitlements and superannuation.

Supplier expenses

Supplier expenses consist of goods and services, consultants and contract costs, travel expenses and administrative costs.

Cash

Cash includes notes and coins held and any deposits held at call with a bank.

Assets and liabilities

Receivables include \$0.472m in appropriation receivables.

Property, plant and equipment and computer software are used for the normal operations of the OFLC. Other non-financial assets are prepaid expenses.

Employee provisions comprise recreation leave provision, long service leave provision and accrued salaries.

Supplier payables are trade creditors.