



AUSTRALIA COUNCIL

SECTION 1

AGENCY OVERVIEW

The Australia Council is a statutory body of the Commonwealth of Australia. The Council is the Federal Government's principal arts funding and advisory body. It aims to enrich the life of the nation by supporting and promoting the arts.

The Australia Council's overall goal is to provide leadership in enriching Australian's cultural life. It does this by providing advice, by supporting excellence in artistic endeavours, by underpinning the artistic practice of individuals and companies and by increasing the engagement of all Australian people, their communities and their civic institutions in cultural activities.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

Additional estimate variation relates to a transfer of \$1.35m from the Department of Communications, Information Technology and the Arts for the Contemporary Music Export Development program.

This program is to assist the music industry to develop skills in regard to market development, business planning and export for contemporary and popular product.

AUSTRALIA COUNCIL

RESOURCING FOR ALL OUTCOMES AND OUTPUT GROUPS

(Including changes since Budget)

	AUSTRALIA COUNCIL	
	Total Price \$77.638m	
	Outcome Approp. \$76.158m	
OUTCOME		OUTPUTS
OUTCOME 1		Output 1.1
The Australian artists create and present a body of distinctive cultural works characterised by the pursuit of excellence.		Investments in artistic production and development of artistic practice
		Total Price \$61.030m
Total Price \$71.427m		
Dept. Output Approp. \$70.065m		
		Output 1.2
		Industry development of Australia s creative arts.
		Total Price \$10.397m
OUTCOME 2		Output 2.1
Australian citizens and civic institutions appreciate,		Policy, promotional and cultural relations services.

understand, participate in, enjoy and celebrate the arts.		Total Price \$6.211m
Total Price \$6.211m		
Dept. Output Approp. \$6.093m		

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

Table 1.2 - Appropriation Bill (No 3) 1999 - 2000 Australia Council

	1998-99 Estimated Expenses	1999- 2000 Budget	1999- 2000 Revised	Additional Estimates	Reduced Estimate
	\$ 000	\$ 000	\$ 000	\$ 000	\$ 000
ADMINISTERED EXPENSES	0	0	0	0	0
Total:	0	0	0	0	0
DEPARTMENTAL OUTPUTS					
Outcome 1	66,509	68,823	70,065	1,242	0
Outcome 2	5,783	5,985	6,093	108	0
Total:	72,292	74,808	76,158	1,350	0
Appropriation Bill 3 (Administered & Departmental) TOTAL	72,292	74,808	76,158	1,350	0

SECTION 2

REVISIONS TO OUTCOMES AND OUTPUTS

OUTCOME 1: That Australian artists create and present a body of distinctive cultural works characterised by the pursuit of excellence.

Explanation of Variations

From the additional funding of \$1.350m, \$1.242m relates to Outcome 1, Output 1.2.

The funds will be used to assist the music industry to develop skills in regard to market development, business planning and export for contemporary popular product.

Output 1.2 Industry development of Australia s creative arts.

Table 2.1.2 Performance Information for Outputs Affected by Additional Estimates

Outcome 1

PERFORMANCE INFORMATION 1999-2000

Quality

- Australian contemporary music is highly valued internationally. Our reputation is justified. Product is at a level in many instances where greater export demand should be satisfied. This is a key income generator for the industry and the government has recognised it as an arts priority.

Quantity

- Up to 40 specific projects that will assist in the greater proliferation of Australian music internationally. Also several specific industry skills development projects assisting the greater export readiness for artists and groups/ensembles.

Price

- Total price \$10.397m

OUTCOME 2 Australian citizens and civic institutions appreciate, understand, participate in, enjoy and celebrate the Arts.

Explanation of variations

From additional funding of \$1.350m, \$0.108m relates to Outcome 2, Output 2.1.

Output 2.1 Policy, promotional and Cultural Relations services.

Table 2.2.1 Performance Information for Outputs Affected by Additional Estimates

Outcome 1**PERFORMANCE INFORMATION 1999-2000**

Quality

- Australian contemporary music is highly valued internationally. Our reputation is justified. Product is at a level in many instances where greater export demand should be satisfied. This is a key income generator for the industry and the government has recognised it as an arts priority.

Quantity

- Up to 40 specific projects that will assist in the greater proliferation of Australian music internationally. Also several specific industry skills development projects assisting the greater export readiness for artists and groups/ensembles.

Price

- Total Price \$6.211m

SECTION 3**BUDGETED FINANCIAL STATEMENTS**

The following budgeted financial statements of the Australia Council are presented in this section. The budgeted financial statements will form the basis of the financial statements that will appear in the Australia Council's 1999-2000 Annual Report.

These statements are consistent with the Financial Statements of Commonwealth Authorities guidelines issued in July 1997.

Budgeted Statement of Revenue and Expenses

This statement provides the expected financial results for the Council by identifying full accrual expenses and revenues.

Budgeted Statement of Assets and Liabilities (Budgeted Balance Sheet)

This statement shows the financial position of the Council. It enables stakeholders to understand the management of the agency's assets and liabilities.

Budgeted Cash Flow Statement

Budgeted cash flow, as reflected in the cash flows, provide critical information on the extent and nature of cash flows. This statement has been divided into expected cash flows from operating activities and investing activities.

Capital Budget

This statement shows all proposed capital expenditure funded through the budget. The Council does not receive administered capital, equity injections or loans. The proposed expenditure is funded internally by Departmental resources.

Non-financial Assets - Summary of Movement

This statement shows only the proposed non-financial asset movement for the Budget year 1999-2000.

Table 3.1 Budgeted Statement of Revenue and Expenses

	Actual 1998-99	Revised	Estimated 2000-01	Estimated 2001-02	Estimated 2002-03
		Budget 1999- 2000			
DEPARTMENTAL REVENUE AND EXPENSES	\$'000	\$'000	\$'000	\$'000	\$'000
NET COST OF SERVICES					
Operating Expenses					
Employees	6,704	6,680	6,738	6,669	6,821
Depreciation and amortisation	383	550	650	650	600
Payments to Suppliers	3,023	2,812	3,114	3,108	3,003
Loss from disposal of assets	69				
Grants	64,525	68,421	65,037	57,990	59,659
Total Operating Expenses	74,704	78,463	75,539	68,417	70,083
Operating revenues from independent sources					
Sales from goods and services	7	10	10	10	10
Gain from sale of assets	0	20	20	20	20
Interest income	676	450	480	500	500
Other income	1,372	1,000	1,000	1,000	1,000
Total Operating revenues from independent sources	2,055	1,480	1,510	1,530	1,530
Net Cost of Services	72,649	76,983	74,029	66,887	68,553
REVENUES FROM GOVERNMENT					
Revenues from Government					
Parliamentary Appropriations received	72,292	76,158	73,851	68,307	69,651
Resources received free of charge	0	0	0	0	0
Total revenue from Government	72,292	76,158	73,851	68,307	69,651
Operating result before capital use charge	(357)	(825)	(178)	1,420	1,098
Gain on abnormal item	720	0	0	0	0
Capital use charge	0	(875)	(672)	(470)	(698)
Accumulated Results at end of reporting period	363	(1,700)	(850)	950	400

Table 3.2 Budgeted Statement of Assets and Liabilities

	Actual 1998-99	Revised	Estimated 2000-01	Estimated 2001-02	Estimated 2002-03
		Budget 1999- 2000			

	\$ 000	\$ 000	\$ 000	\$ 000	\$ 000
DEPARTMENTAL ASSETS AND LIABILITIES					
PROVISIONS AND PAYABLES					
Employees	1,331	1,290	1,420	1,560	1,710
Suppliers	188	250	250	250	250
Other	3,666	0	0	0	0
Total provisions and payables	5,185	1,540	1,670	1,810	1,960
EQUITY					
Accumulated Results	6,980	5,280	4,430	5,380	5,780
Reserves	101	117	117	117	117
Total equity	7,081	5,397	4,547	5,497	5,897
Total liabilities and equity	12,266	6,937	6,217	7,307	7,857
FINANCIAL ASSETS					
Cash	9,680	3,465	3,256	4,306	5,106
Receivables	110	100	100	100	100
Investments	0	0	0	0	0
Other	0	0	0	0	0
Total Financial Assets	9,790	3,565	3,356	4,406	5,206
NON-FINANCIAL ASSETS					
Land and buildings	548	543	538	533	528
Infrastructure, Plant & Equipment	1,420	1,280	1,149	1,019	909
Intangibles	368	899	624	699	664
Other	140	650	550	650	550
Total non-financial assets	2,476	3,372	2,861	2,901	2,651
Total assets	12,266	6,937	6,217	7,307	7,857

Table 3.3 Budgeted Cash Flow Statement

	Note	Revised				
		Actual 1998-99	Budget 1999- 2000	Estimated 2000-01	Estimated 2001-02	Estimated 2002-03
DEPARTMENTAL CASH FLOWS						
Operating activities						
Cash received						
Appropriations		72,292	76,158	73,851	68,307	69,651
Sales of goods and services		7	10	10	10	10
Interest		671	450	530	400	540

Other	1,600	1,000	1,000	1,000	1,000
Total cash received	74,570	77,618	75,391	69,717	71,201
Cash Used					
Employees	6,029	6,560	6,608	6,529	6,671
Suppliers	3,088	2,775	3,076	3,069	2,963
Grants	60,836	72,741	65,037	57,990	59,659
Other	-	912	710	509	738
Total cash used	69,953	82,988	75,431	68,097	70,031
Net cash from operating activities	4,617	(5,370)	(40)	1,620	1,170
Investing activities					
Cash received					
Appropriations	0	0	0	0	0
Proceeds from sale of property, plant and equipment	34	30	70	20	80
Other	0	0	0	0	0
Total cash received	34	30	70	20	80
Cash used					
Purchase of property, plant and equipment	604	930	239	590	450
Other	0	0	0	0	0
Total cash used	604	930	239	590	450
Net cash from investing activities	(570)	(900)	(169)	(570)	(370)
Net cash from financing activities					
Net Increase/Decrease in Cash Held	4,047	(6,270)	(209)	1,050	800
Add Cash at 1 July	5,632	9,679	3,409	3,200	4,250
Cash at end of reporting period	9,679	3,409	3,200	4,250	5,050

Table 3.4 Capital Budget

CAPITAL APPROPRIATION	Estimated			
	1999-00	2000-01	2001-02	2002-03
	\$'000	\$'000	\$'000	\$'000
TOTAL EQUITY INJECTIONS	0	0	0	0
TOTAL LOANS	0	0	0	0
TOTAL CAPITAL APPROPRIATION	0	0	0	0
TOTAL	0	0	0	0
PURCHASE OF NON-CURRENT ASSETS				
		Estimated	Estimated	Estimated
	1999-00	2000-01	2001-02	2002-03

	\$'000	\$'000	\$'000	\$'000
Funded by Capital Appropriation	0	0	0	0
Funded internally by Departmental resources	930	289	590	510
TOTAL	930	289	590	510

Table 3.5 Non-Financial Assets - Summary of movement

Budget Year 1999-2000			Total	Other	Tangibles	Total	
			Land and	Infrastructure		Infrastructure	
			Buildings	plant and		plant and	
	Land	Buildings	Buildings	equipment		equipment	Total
	\$'000	\$'000	\$'000	\$'000		\$'000	\$'000
Gross Value							
<i>As at 1 July 1999</i>							
<i>(opening)</i>	68	2,948	3,016	1,985	374	2,359	5,375
Additions	0	0	0	100	836	936	936
Disposals	0	0	0	0	0	0	0
Other movements							
<i>As at 30 June 2000</i>	68	2,948	3,016	2,085	1,210	3,295	6,311
Accumulated Depreciation							
<i>As at 1 July 1999</i>							
<i>(opening)</i>	0	2,468	2,468	565	6	571	3,039
Disposals	0	0	0	0	0	0	0
Charge for the reporting period							
	0	5	5	240	305	545	550
Other movements							
<i>As at 30 June 2000</i>	0	2,473	2,473	805	311	1,116	3,589
Net book value as at 30 June 2000 (closing book value)							
	68	475	543	1,280	899	2,179	2,722

Net book value as at							
1 July 1999 (opening book value)	68	480	548	1,420	368	1,788	2,336
TOTAL ADDITIONS							
Self funded	0	0	0	100	836	936	936
Appropriations	0	0	0	100	836	936	936
TOTAL	0	0	0	100	836	936	936

NOTES TO THE FINANCIAL STATEMENTS

The budgeted financial statements for 1999-2000 have been changed to reflect funding from additional estimates. Apart from this change, the only changes to the financial statements from the portfolio budget statements produced in May 1999 are:

- 370. parameter changes, and
- 370. the inclusion of 1998-99 actuals.

Table 3.1 - Budget Statement of Revenue and Expenses

In May 1998, the Australia Council's triennial funding agreement was approved by the Minister. The main purpose of the funding agreement is to provide the Council with greater funding certainty to provide secure longer term commitments to a greater number of organizations, giving them the operational security to enhance their forward planning and management processes. The funding agreement permits the Council to carry over unspent cash balances at the end of one financial year to another. This at times leads to a mismatch of income and expenditure in a financial year. The operating results as shown in this statement assume the continuation of this arrangements and its impact on the bottom line.

Table 3.2 - Budgeted Cash Flow Statement

Cash used in investing activities for acquiring property, plant and equipment reflects on the ongoing cost of the new grants management system.

The difference between the Budgeted Statement of Assets and Liabilities and the Budgeted Cash Flow Statement were caused by technical problems experienced with the Accrual Information System (AIMS).

Table 3.3 - Budgeted Statement of Assets and Liabilities

Infrastructure, Plant and Equipment The increase shown from 1999-2000 is due to a new grants management system due to be installed in November 1999.

Table 3.4 Capital Budget Statement/Non-financial Assets Summary

The proposed capital expenditure shown in these statements reflect the impact of a new grants management system due to be implemented in December 1999. This system will replace the existing software which was in use for fourteen years and will better address Council's current and future business requirements and objectives, many of which have changed considerably over the last decade.

[Copyright](#) | [Privacy](#) | [Disclaimers](#) | [Feedback](#) | [Contact Us](#)
Document ID: 14676, Hits: 61, Last Updated: 09 Dec 1999
02:31PM