

**NATIONAL FILM AND SOUND
ARCHIVE**

**ENTITY RESOURCES AND PLANNED
PERFORMANCE**

NATIONAL FILM AND SOUND ARCHIVE

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NATIONAL FILM AND SOUND ARCHIVE OF AUSTRALIA

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

The legislative functions of the National Film and Sound Archive of Australia (NFSA) are outlined in the National Film and Sound Archive of Australia Act 2008. The NFSA is Australia's premier audiovisual archive and a place of engagement with Australian audiovisual production past and present.

The NFSA's mission is to collect and preserve Australian film, recorded sound, broadcast and new media, and their associated documents and artefacts, and to share the collection with audiences across Australia and overseas.

The NFSA exists to perform three vital functions:

- collect audiovisual works and associated documentation that reflect all aspects of Australian life and our diverse communities
- preserve the collection in accordance with international standards and working within our resources, to ensure permanent access
- share the collection so its stories form an ongoing part of the evolution of our culture.

1.2 ENTITY RESOURCE STATEMENT

Table 1.1 shows the total funding from all sources available to the NFSA for its operations and to deliver programs and services on behalf of the Government.

The table summarises how resources will be applied by outcome (government strategic policy objectives) and by departmental (for the NFSA's operations) classification.

Information in this table is presented on a resourcing (that is, appropriations/cash available) basis, whilst the 'Budgeted expenses by Outcome 1' tables in Section 2 and the financial statements in Section 3 are presented on an accrual basis.

Table 1.1: NFSA resource statement — Budget estimates for 2020-21 as at Budget October 2020

	2019-20 Estimated actual \$'000	2020-21 Estimate \$'000
Opening balance/cash reserves at 1 July ^(a)	1,237	1,324
Funds from Government		
Annual appropriations - ordinary annual services ^(a)		
Outcome 1	25,184	26,535
Annual appropriations - other services ^(b)		
Equity injection	1,274	809
Total annual appropriations	26,458	27,344
Amounts received from related entities		
Amounts from portfolio department ^(c)	1,760	-
Total amounts received from related entities	1,760	-
Total funds from Government	28,218	27,344
Funds from other sources		
Sale of goods and services	1,024	741
Interest	165	60
Royalties	154	195
Other	604	848
Total funds from other sources	1,947	1,844
Total net resourcing for NFSA	31,402	30,512
	2019-20	2020-21
Average staffing level (number)	164	164

All figures shown above are GST exclusive - these may not match figures in the cash flow statement. Prepared on a resourcing (that is, appropriations available) basis.

(a) Appropriation Bill (No. 1) 2020-21.

(b) Appropriation Bill (No. 2) 2020-21.

(c) Funding provided by the portfolio department that is not specified within the Annual Appropriation Bills as a payment to the NFSA.

The NFSA is not directly appropriated as it is a Corporate Commonwealth Entity. Appropriations are made to the Department of Infrastructure, Transport, Regional Development and Communications (a Non-Corporate Commonwealth Entity), which are then paid to the NFSA and considered "departmental" for all purposes.

1.3 BUDGET MEASURES

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

**Table 1.2: NFSA 2020-21 Budget measures
Measures announced after the Economic and Fiscal Update July 2020**

	Program	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000
Payment measures					
COVID-19 Response Package — arts portfolio entities	1.1				
Departmental payments		2,450	-	-	-
Total		2,450	-	-	-
Total payment measures					
Departmental		2,450	-	-	-
Total		2,450	-	-	-

Prepared on a Government Finance Statistics (underlying cash) basis. Figures displayed as a negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

Section 2: Outcomes and planned performance

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

Each outcome is described below together with its related programs. The following provides detailed information on expenses for each outcome and program, further broken down by funding source.

Note:

Performance reporting requirements in the Portfolio Budget Statements are part of the Commonwealth performance framework established by the Public Governance, Performance and Accountability Act 2013. It is anticipated that the performance criteria described in Portfolio Budget Statements will be read with broader information provided in an entity's Corporate Plans and annual performance statements - included in Annual Reports - to provide a complete picture of an entity's planned and actual performance.

The most recent Corporate Plan for the NFSA can be found at:

www.nfsa.gov.au/about/corporate-information/publications/corporate-plan

The most recent annual performance statement can be found at:

www.nfsa.gov.au/about/corporate-information/publications/annual-reports

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: Increased engagement with Australia's audiovisual culture past and present through developing, preserving, maintaining and promoting the national audiovisual collection of historic and cultural significance

Budgeted expenses for Outcome 1

This table shows how much the NFSA intends to spend (on an accrual basis) on achieving the outcome, broken down by program.

Table 2.1.1: Budgeted expenses for Outcome 1

	2019-20 Estimated actual \$'000	2020-21 Budget \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000	2023-24 Forward estimate \$'000
Program 1.1: Collect, preserve and share the national audiovisual collection					
Revenue from Government					
Ordinary annual services (Appropriation Bill No. 1)	25,184	26,535	23,981	23,956	24,024
Payment from related entities	1,760	-	-	-	-
Expenses not requiring appropriation in the budget year	238	2,109	4,406	4,332	4,398
Revenues from other independent sources	1,947	1,844	1,726	1,726	1,726
Total expenses for Program 1.1	29,129	30,488	30,113	30,014	30,148
Outcome 1 totals by resource type					
Revenue from Government					
Ordinary annual services (Appropriation Bill No. 1)	25,184	26,535	23,981	23,956	24,024
Payment from related entities	1,760	-	-	-	-
Expenses not requiring appropriation in the budget year	238	2,109	4,406	4,332	4,398
Revenues from other independent sources	1,947	1,844	1,726	1,726	1,726
Total expenses for Outcome 1	29,129	30,488	30,113	30,014	30,148
	2019-20	2020-21			
Average staffing level (number)	164	164			

Table 2.1.2: Performance criteria for Outcome 1

Table 2.1.2 below details the performance criteria for each program associated with Outcome 1. It also summarises how each program is delivered and where 2020-21 Budget measures have created new programs or materially changed existing programs.

Outcome 1 – Increased engagement with Australia’s audiovisual culture past and present through developing, preserving, maintaining and promoting the national audiovisual collection of historic and cultural significance		
Program 1.1 – Collect, preserve and share the national audiovisual collection		
Delivery	The NFSA will continue to build and maintain a unique and comprehensive collection of Australian audiovisual material. The NFSA will store the collection in an environment that sustains long-term preservation and accessibility, and actively preserve material through digitisation. The NFSA will facilitate access to the collection, nationally and internationally, online and through providing a variety of public programs that promote and enhance understanding, relevance, appreciation and interpretation of the collection.	
Performance information		
Year	Performance criteria	2019-20 Actual Achievement/Targets ^(a)
2019-20	Digitise the National Audiovisual Collection	<p>Target met Target: Implement the NFSA Digitisation Strategy. Digitisation Strategy plan objectives delivered on time and within budget. Actual: Digitisation Plan developed, and objectives delivered on time and within budget.</p> <p>Target met Target: Digitise the national audiovisual collection so that it is preserved and accessible. 11,000 audiovisual collection items digitised in reporting period. Actual: 18,543 audiovisual collection items digitised in reporting period.</p> <p>Target met Target: Increase our capacity and capability to manage digital preservation of all collection formats. Mass Digitisation Plan developed and implemented on time and within budget. Actual: Digitisation Plan developed with a focus on large-scale digitisation, and objectives delivered on time and within budget.</p>

National Film and Sound Archive of Australia Budget Statements

Performance information		
Year	Performance criteria	2019-20 Actual Achievement/Targets ^(a)
2019-20 continued	<p>Establish the National Centre for Excellence in Audiovisual Heritage</p> <p>Build our National Profile</p>	<p>Target met Target: Partner with the tertiary sector, industry, collecting institutions and government to build our impact and output. Eight current partnerships in place. Actual: More than eight current partnerships in place.</p> <p>Target not met Target: Build the NFSA's profile and reputation as a thought leader in the field of audiovisual archiving. 200 participants in the Digital Directions conference. Actual: 160 participants in the Digital Directions conference. Attendance was slightly reduced due to competition from similar events in the same time period.</p> <p>Target met Target: Establish a strong program of NFSA-branded events, providing strong links to the national audiovisual collection. 16,500 people participating in events. Actual: 34,684 people participating in events.</p> <p>Target partially met Target: Build our digital profile and online engagement activities. 1.1 million YouTube views. 11 million Facebook users (daily reach). 1.1 million visits to websites. Actual: 5.3 million YouTube views. 7 million Facebook users (daily reach). 1.8 million visits to websites.</p> <p>Target met Target: Revitalise the NFSA's program of high profile temporary exhibitions. 16,500 exhibition visitors. Actual: 32,525 exhibition visitors.</p>

National Film and Sound Archive of Australia Budget Statements

Performance information		
Year	Performance criteria	2019-20 Actual Achievement/Targets ^(a)
2020-21 continued	<p>Build our National Profile</p> <p>Collect, preserve and share Multimedia and New Media</p> <p>Redefine our physical presence</p>	<p>Establish a strong program of NFSA-branded events, providing strong links to the national audiovisual collection. <i>14,000</i> people participating in events.</p> <p>Build our digital profile and online engagement activities. <i>1.35 million</i> YouTube views. <i>9.25 million</i> users (daily reach) <i>on social media platforms</i>. <i>1.2 million</i> visits to websites.</p> <p>Revitalise the NFSA's program of high profile temporary exhibitions. <i>Deliver 3 onsite exhibitions or display experiences</i> drawing <i>10,000</i> exhibition visitors, <i>and tour 1 exhibition nationally</i>.</p> <p>Work with our GLAM partners across Australia to ensure a nationally coordinated approach to collecting multimedia and new media. Build our skills and capacity in relation to archiving multimedia and new media. Two new partnerships <i>established</i>.</p> <p>Establish the NFSA as an archive of multimedia and new media content, along with more traditional formats for audiovisual content. <i>Implement</i> Multimedia and New Media Acquisition Protocol. <i>60,000</i> acquisitions in the reporting period. <i>100,000</i> items accessioned in the reporting period.</p> <p>Pursue the construction of a new facility for the NFSA. Progress an initial business case regarding a new facility.</p>
2021-22 and beyond	As per 2020–21	As per 2020–21
Purposes	In accordance with the NFSA Act, our reason for being is to collect, preserve and share Australia's national audiovisual collection and to make it available to audiences worldwide for enjoyment, learning, insight and creativity.	

(a) New or modified performance criteria that reflect new or materially changed programs are shown in *italics*.

Section 3: Budgeted financial statements

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of the NFSA's finances for the 2020-21 budget year, including the impact of budget measures and resourcing on financial statements.

3.1 BUDGETED FINANCIAL STATEMENTS

3.1.1 Explanatory notes and analysis of budgeted financial statements

Comprehensive income statement

Total income in 2020-21 is expected to be \$31.1 million, which includes \$26.5 million of revenue from Government, \$1.8 million of own sourced revenue and \$2.8 million of collection gains. This is higher than 2019-20 due to additional revenue from Government for digitisation.

Total expenses for 2020-21 are estimated to be \$30.5 million, which is \$1.4 million higher than the 2019-20 estimated actual. Employee benefits have increased by 4.7% while supplier expenses have increased by 11.2%, or \$0.8 million. Depreciation and amortisation expense is comparable to the 2019-20 estimated actual.

Budgeted departmental balance sheet

The NFSA's net assets are budgeted to be \$364.7 million at 30 June 2021. This comprises mainly of the NFSA's heritage and cultural collection. This is independently valued on a regular basis. Depreciation is also incurred on the collection and is determined based on estimated useful lives.

An equity injection of \$0.8 million will be received in 2020-21 for investment in the collection.

3.2 BUDGETED FINANCIAL STATEMENTS TABLES

Table 3.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June

	2019-20 Estimated actual \$'000	2020-21 Budget \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000	2023-24 Forward estimate \$'000
EXPENSES					
Employee benefits	15,970	16,730	16,331	16,330	16,494
Suppliers	6,748	7,503	7,627	7,629	7,629
Depreciation and amortisation	6,325	6,215	6,115	6,015	5,985
Other expenses	86	40	40	40	40
Total expenses	29,129	30,488	30,113	30,014	30,148
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	1,024	741	741	741	741
Interest	165	60	200	200	200
Royalties	154	195	195	195	195
Other	1,154	848	590	590	590
Total own-source revenue	2,497	1,844	1,726	1,726	1,726
Gains					
Other	2,774	2,770	2,770	2,770	2,770
Total gains	2,774	2,770	2,770	2,770	2,770
Total own-source income	5,271	4,614	4,496	4,496	4,496
Net (cost of)/contribution by services	(23,858)	(25,874)	(25,617)	(25,518)	(25,652)
Revenue from Government	25,184	26,535	23,981	23,956	24,024
Surplus/(deficit) attributable to the Australian Government	1,326	661	(1,636)	(1,562)	(1,628)
Total comprehensive income/(loss)	1,326	661	(1,636)	(1,562)	(1,628)
Total comprehensive income/(loss) attributable to the Australian Government	1,326	661	(1,636)	(1,562)	(1,628)
Note: Impact of net cash appropriation arrangements					
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations, depreciation on ROU, principal repayments on leased assets	3,386	2,570	272	347	281
less: Heritage and cultural depreciation/amortisation expenses previously funded through revenue appropriations ^(a)	1,936	1,936	1,936	1,936	1,936
less: Depreciation/amortisation expenses on ROU assets ^(b)	837	579	598	620	620
add: Principal repayments on leased assets ^(b)	713	606	626	647	647
Total comprehensive income/(loss) - as per the Statement of comprehensive income	1,326	661	(1,636)	(1,562)	(1,628)

(a) From 2009-10, the Government replaced Bill 1 revenue appropriations for the heritage and cultural depreciation expenses of designated Collection Institutions, with a separate capital budget (the Collection Development Acquisition Budget, or CDAB) provided through Bill 2 equity appropriations. For information regarding CDABs, please refer to Table 3.5 Departmental Capital Budget Statement.

(b) Applies to lease arrangements under AASB 16 Leases.

Prepared on Australian Accounting Standards basis.

Table 3.2: Budgeted departmental balance sheet (as at 30 June)

	2019-20 Estimated actual \$'000	2020-21 Budget \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000	2023-24 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	1,324	2,114	1,487	1,813	2,043
Trade and other receivables	204	204	204	204	204
Other investments	5,000	4,000	4,000	4,000	4,000
Total financial assets	6,528	6,318	5,691	6,017	6,247
Non-financial assets					
Land and buildings	54,534	52,783	51,052	49,342	47,622
Property, plant and equipment	5,386	6,400	5,414	4,428	3,442
Heritage and Cultural	301,258	303,901	306,540	308,178	309,818
Intangibles	746	530	414	398	412
Inventories	680	680	680	680	680
Prepayments	715	715	715	715	715
Total non-financial assets	363,319	365,009	364,815	363,741	362,689
Total assets	369,847	371,327	370,506	369,758	368,936
LIABILITIES					
Payables					
Suppliers	391	391	391	391	391
Other payables	274	274	274	274	274
Total payables	665	665	665	665	665
Interest bearing liabilities					
Other interest bearing liabilities	1,304	1,314	1,324	1,334	1,334
Total interest bearing liabilities	1,304	1,314	1,324	1,334	1,334
Provisions					
Employee provisions	4,078	4,078	4,078	4,078	4,078
Other provisions	534	534	534	534	534
Total provisions	4,612	4,612	4,612	4,612	4,612
Total liabilities	6,581	6,591	6,601	6,611	6,611
Net assets	363,266	364,736	363,905	363,147	362,325
EQUITY					
Parent entity interest					
Contributed equity	225,367	226,176	226,981	227,785	228,591
Reserves	141,383	141,383	141,383	141,383	141,383
Retained surplus (accumulated deficit)	(3,484)	(2,823)	(4,459)	(6,021)	(7,649)
Total parent entity interest	363,266	364,736	363,905	363,147	362,325
Total equity	363,266	364,736	363,905	363,147	362,325

Prepared on Australian Accounting Standards basis.

Table 3.3: Departmental statement of changes in equity — summary of movement (Budget year 2020-21)

	Retained earnings	Asset revaluation reserve	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2020				
Balance carried forward from previous period	(3,484)	141,383	225,367	363,266
Adjusted opening balance	(3,484)	141,383	225,367	363,266
Comprehensive income				
Surplus/(deficit) for the period	611	-	-	661
Total comprehensive income	611	-	-	661
of which:				
Attributable to the Australian Government	611	-	-	661
Transactions with owners				
Contributions by owners				
Equity injection	-	-	809	809
Sub-total transactions with owners	-	-	809	809
Estimated closing balance as at 30 June 2021	(2,823)	141,383	226,176	364,736
Closing balance attributable to the Australian Government	(2,823)	141,383	226,176	364,736

Prepared on Australian Accounting Standards basis

Table 3.4: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2019-20 Estimated actual \$'000	2020-21 Budget \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000	2023-24 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Receipts from Government	25,752	26,535	23,981	23,956	24,024
Sale of goods and rendering of services	1,186	836	838	818	815
Interest	176	60	200	200	200
Net GST received	1,400	1,492	1,114	1,098	995
Other	700	1,062	804	785	785
Total cash received	29,214	29,985	26,937	26,857	26,819
Cash used					
Employees	16,134	16,730	16,331	16,330	16,494
Suppliers	9,185	8,995	8,741	8,727	8,624
Net GST paid	168	114	116	77	74
Interest payments on lease liability	38	40	40	40	40
Other	103	-	-	-	-
Total cash used	25,628	25,879	25,228	25,174	25,232
Net cash from/(used by) operating activities	3,586	4,106	1,709	1,683	1,587
INVESTING ACTIVITIES					
Cash received					
Investments	1,500	1,000	-	-	-
Other	43	-	-	-	-
Total cash received	1,543	1,000	-	-	-
Cash used					
Purchase of property, plant and equipment and intangibles	6,813	4,519	2,515	1,514	1,516
Total cash used	6,813	4,519	2,515	1,514	1,516
Net cash from/(used by) investing activities	(5,270)	(3,519)	(2,515)	(1,514)	(1,516)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	1,274	809	805	804	806
Other	1,210	-	-	-	-
Total cash received	2,484	809	805	804	806
Cash used					
Principal payments on lease liability	713	606	626	647	647
Total cash used	713	606	626	647	647
Net cash from/(used by) financing activities	1,771	203	179	157	159
Net increase/(decrease) in cash held	87	790	(627)	326	230
Cash and cash equivalents at the beginning of the reporting period	1,237	1,324	2,114	1,487	1,813
Cash and cash equivalents at the end of the reporting period	1,324	2,114	1,487	1,813	2,043

Prepared on Australian Accounting Standards basis.

Table 3.5: Departmental capital budget statement (for the period ended 30 June)

	2019-20 Estimated actual \$'000	2020-21 Budget \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000	2023-24 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Equity injections - Bill 2	1,274	809	805	804	806
Total new capital appropriations	1,274	809	805	804	806
<i>Provided for:</i>					
<i>Purchase of non-financial assets</i>	1,274	809	805	804	806
Total items	1,274	809	805	804	806
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations ^(a)	1,274	809	805	804	806
Funded internally from departmental resources ^(b)	8,313	6,480	4,480	3,480	3,480
Funded by Finance Lease	1,069	616	636	657	647
TOTAL	10,656	7,905	5,921	4,941	4,933
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	10,656	7,905	5,921	4,941	4,933
less ROU assets	(1,069)	(616)	(636)	(657)	(647)
less gifted assets	(2,774)	(2,770)	(2,770)	(2,770)	(2,770)
Total cash used to acquire assets	6,813	4,519	2,515	1,514	1,516

(a) Includes both current Bill 2 and prior Act 2/4/6 appropriations.

(b) Includes sources of funding from current Bill 1 and prior year Act 1, donations and contributions, gifts, internally developed assets and proceeds from the sale of assets.

Prepared on Australian Accounting Standards basis.

Table 3.6: Statement of asset movements (Budget year 2020-21)

	Asset Category					Total
	Land	Buildings	Other property, plant and equipment	Heritage and cultural	Computer software and intangibles	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2020						
Gross book value	7,375	48,646	6,684	303,194	5,268	371,167
Gross book value - ROU assets	-	1,069	-	-	-	1,069
Accumulated depreciation/amortisation and impairment	-	(1,719)	(1,298)	(1,936)	(4,522)	(9,475)
Accumulated depreciation/amortisation and impairment - ROU assets	-	(837)	-	-	-	(837)
Opening net book balance	7,375	47,159	5,386	301,258	746	361,924
Capital asset additions						
Estimated expenditure on new or replacement assets						
By purchase - appropriation equity (a)	-	-	-	809	-	809
By purchase - appropriation ordinary annual services (b)	-	200	2,300	1,000	210	3,710
By purchase - appropriation ordinary annual services - ROU assets	-	616	-	-	-	616
Assets received as gifts/donations	-	-	-	2,770	-	2,770
Total additions	-	816	2,300	4,579	210	7,905
Other movements						
Depreciation/amortisation expense	-	(1,988)	(1,286)	(1,936)	(426)	(5,636)
Depreciation/amortisation on ROU assets	-	(579)	-	-	-	(579)
Total other movements	-	(2,567)	(1,286)	(1,936)	(426)	(6,215)
As at 30 June 2021						
Gross book value	7,375	48,846	8,984	307,773	5,478	378,456
Gross book value - ROU assets	-	1,685	-	-	-	1,685
Accumulated depreciation/amortisation and impairment	-	(3,707)	(2,584)	(3,872)	(4,948)	(15,111)
Accumulated depreciation/amortisation and impairment - ROU assets	-	(1,416)	-	-	-	(1,416)
Closing net book balance	7,375	45,408	6,400	303,901	530	363,614
Estimated operating expenditure in income statement for heritage and cultural assets						\$'000
Operations and maintenance						3,152
Preservation and conservation						4,371
Total operating expenditure on heritage and cultural assets						7,523

(a) 'Appropriation equity' refers to equity injection appropriations provided through Appropriation Bill (No. 2) 2020-21.

(b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No.1) 2020-21 for depreciation/amortisation expenses, DCBs or other operational expenses.

Prepared on Australian Accounting Standards basis.