

Forecast Financial Statements

Statistics New Zealand

Statement of Forecast Financial Performance for the year ending 30 June 2009

	Note	2006/07 Actual \$000	2007/08 Budgeted \$000	2007/08 Estimated Actual \$000	2008/09 Budgeted \$000
Income					
Crown		86,336	83,626	83,626	88,471
Department(s)		4,643	7,429	7,429	7,479
Other revenue		2,849	1,964	1,964	1,964
Gains		18	-	-	-
Interest		-	-	-	-
Total Income		93,846	93,019	93,019	97,914
Expenses					
Personnel		57,221	53,701	53,701	58,972
Operating	1	25,872	27,682	27,482	25,215
Depreciation and amortisation		8,103	8,628	8,328	10,146
Capital charge	2	2,385	3,008	3,008	3,581
Finance costs		-	-	-	-
Other		49	-	-	-
Total Expenses		93,630	93,019	92,519	97,914
Net Surplus / (Deficit)		216	-	500	-

Statement of Forecast Changes in Taxpayers' Funds for the year ending 30 June 2009

	Note	2006/07 Actual \$000	2007/08 Budgeted \$000	2007/08 Estimated Actual \$000	2008/09 Budgeted \$000
Balance at 1 July					
General funds		31,666	39,978	39,978	47,753
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Opening Balance		31,666	39,978	39,978	47,753
Changes in Taxpayers' Funds					
Income and Expense for the Period					
Net surplus / (deficit) for the year		216	-	500	-
Total gains / (losses) taken to equity		-	-	-	-
Total Income and Expense for the Period		216	-	500	-
Other Changes					
Repayment of surplus		(216)	-	(500)	-
Capital contribution		8,312	7,775	7,775	2,509
Capital withdrawal		-	-	-	-
Other		-	-	-	-
Total Changes in Taxpayers' Funds		8,312	7,775	7,775	2,509
Balance at 30 June					
General funds		39,978	47,753	47,753	50,262
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Closing Balance		39,978	47,753	47,753	50,262

Forecast Statement of Financial Position as at 30 June 2009

	Note	2006/07 Actual \$000	2007/08 Budgeted \$000	2007/08 Estimated Actual \$000	2008/09 Budgeted \$000
Assets					
Current Assets					
Cash and cash equivalents		21,405	26,251	26,451	25,295
Debtors and other receivables	3	914	957	957	957
Prepayments		556	481	481	490
Inventories		-	-	-	-
Other current assets		-	-	-	-
Total Current Assets		22,875	27,689	27,889	26,742
Non-current Assets					
Property, plant and equipment		12,110	10,747	10,747	10,391
Intangible assets		20,283	24,425	24,725	28,372
Other non-current assets		-	-	-	-
Total Non-current Assets		32,393	35,172	35,472	38,763
Total Assets		55,268	62,861	63,361	65,505
Liabilities					
Current Liabilities					
Creditors and other payables		8,434	8,336	8,836	8,336
Repayment of surplus		216	-	-	-
Employee entitlements		3,240	3,389	3,389	3,419
Other current liabilities	4	27	10	10	10
Total Current Liabilities		11,917	11,735	12,235	11,765
Non-current Liabilities					
Provisions		-	-	-	-
Employee entitlements		3,373	3,373	3,373	3,478
Other non-current liabilities		-	-	-	-
Total Non-current Liabilities		3,373	3,373	3,373	3,478
Total Liabilities		15,290	15,108	15,608	15,243
Taxpayers' Funds					
General funds		39,978	47,753	47,753	50,262
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Total Taxpayers' Funds		39,978	47,753	47,753	50,262
Total Liabilities and Taxpayers' Funds		55,268	62,861	63,361	65,505

Statement of Forecast Cash Flows for the year ending 30 June 2009

	Note	2006/07 Actual \$000	2007/08 Budgeted \$000	2007/08 Estimated Actual \$000	2008/09 Budgeted \$000
Cash Flows from Operating Activities					
Receipts from:					
Crown		86,336	83,626	83,626	88,471
Department(s)		5,028	7,429	7,429	7,479
Other		2,776	1,964	1,964	1,964
Interest		-	-	-	-
Payments to:					
Suppliers		(24,254)	(27,499)	(27,299)	(25,396)
Employees		(57,221)	(53,394)	(53,394)	(58,665)
Capital charge		(2,385)	(3,008)	(3,008)	(3,581)
Goods and services tax (net)		-	(83)	(83)	-
Other operating activities		-	-	-	-
Net Cash from Operating Activities	5	10,280	9,035	9,235	10,272
Cash Flow from Investing Activities					
Receipts from:					
Sale of property, plant and equipment		18	-	-	-
Sale of intangible assets		-	-	-	-
Sale of other non-current assets		-	-	-	-
Purchase of:					
Property, plant and equipment		(1,856)	(2,620)	(2,642)	(4,200)
Intangible assets		(5,447)	(9,344)	(9,322)	(9,237)
Other non-current assets		-	-	-	-
Net Cash from Investing Activities		(7,285)	(11,964)	(11,964)	(13,437)
Cash Flow from Financing Activities					
Capital contribution		8,312	7,775	7,775	2,509
Other financing cash inflows		-	-	-	-
Repayment of surplus		(18)	-	-	(500)
Capital withdrawal		-	-	-	-
Other financing cash outflows		-	-	-	-
Net Cash from Financing Activities		8,294	7,775	7,775	2,009
Net Increase / (Decrease) in Cash		11,289	4,846	5,046	(1,156)
Cash at the beginning of the year		10,116	21,405	21,405	26,451
Cash at the end of the year		21,405	26,251	26,451	25,295

Statement of Significant Assumptions

These forecast financial statements have been compiled on the basis of existing government policies and Ministerial expectations at the time the statements were finalised.

The main assumptions are as follows:

- The department's activities will remain substantially the same as for the previous year.
- Operating costs are based on historical experience. The general historical pattern is expected to continue.
- Estimated year end information for 2007/08 is used as the opening position for the 2008/09 forecasts.
- On the basis that the resources provided for will enable Statistics New Zealand to deliver the outputs as specified in the "Statement of Objectives Specifying the Performance Forecast for Official Statistics MCOA and 2011 Census of Population and Dwellings - MYA.
- On the basis of historical cost.

These assumptions are adopted as at 14 April 2008.

Factors that could lead to material differences between the forecast financial statements and the 2008/09 actual financial statements include:

- Changes to the baseline budget through new initiatives, or technical adjustments.
- The 2007/08 budgeted figures are those represented in the Estimates for 2007/08 as amended by the Supplementary Estimates.
- The 2008/09 budgeted figures are those represented in the Main Estimates for 2008/09.

Variations and changes to the forecast financial statements

- While every attempt has been made to accurately forecast final results for 2007/08, actual results achieved for the year ending 30 June 2008 are likely to vary from the forecast information presented, and this variation could be material.
- Once this Statement of Intent is presented, Statistics New Zealand will not be updating the forecasts for any changes to appropriations or forecast financial statements made in ensuing Supplementary Estimates. However, subsequent changes, and any material error in these forecasts will be reported in the Annual Report of the Government Statistician for the year ended 30 June 2009.

Department-Specific Accounting Policies

The Statistics New Zealand has applied the accounting policies set out in Statement of Accounting Policies Standard included in this document, except as stated below.

Reporting Entity

These are the prospective financial statements of Statistics New Zealand, prepared in accordance with section 38 of the Public Finance Act 1989.

Statistics New Zealand is a Government Department as defined by section 2 of the Public Finance Act 1989. For the purposes of financial reporting Statistics New Zealand is a public benefit entity.

Authorisation Statement

These forecast financial statements were authorised for issue by Chief Executive on 15 April 2008. The Chief Executive is responsible for the forecast financial statements presented, including the appropriateness of the assumptions underlying the forecast financial statements and all other required disclosure.

Specific Accounting Policies

Going concern

The financial statements of Statistics New Zealand are prepared on a going concern basis.

Property, plant and equipment

Capitalisation thresholds applied are set out below:

- Physical assets costing more than \$1,000 (except for Library assets and Computer Equipment that form integral part of the asset) are capitalised and recorded at cost. Any write-down of an item to its recoverable amount is recognised in the Statement of Financial Performance.

Depreciation

The estimated useful lives of property, plant and equipment are set out below:

- Leasehold improvements - 10 years or remaining term of lease.
- IT Equipment / Hardware - 3 to 5 years.
- Motor vehicles - 3 to 5 years.
- Furniture and fittings - 7 Years.
- Library collection - 5 to 15 years.
- Office Equipment - 5 years.

Intangible assets

Capitalisation thresholds applied are:

- Intangible assets costing more than \$1,000 are capitalised and recorded at cost. The cost of an internally generated intangible asset represents expenditure incurred in the development of the asset. Internally developed software (work-in-progress) is valued at the lower of cost and net realisable value. No depreciation is charged against work in progress.

The estimated useful lives of intangible assets are set out below:

- Purchased software - 3 to 5 years.
- Internally developed software - 3 to 10 years.

Cost allocation

Statistics New Zealand will derive the costs of outputs shown in these statements using cost drivers to assign indirect costs. Direct costs are assigned to outputs based on direct charging and time recording. Direct costs are the significant cost driver in allocating indirect costs to outputs.

Revenue allocation

Statistics New Zealand will allocate revenue Crown to outputs based on the Vote appropriation. Within each output, revenue Crown is allocated to respective outputs based on direct and allocated costs.

Revenue Crown for 2011 Census of Population and Dwellings - MYA will be allocated on actual basis in the current year and any surplus will be returned to the Crown in the final year of the MYA.

Changes in accounting policies

There have been no changes in accounting policies, since the date of the last audited financial statements. All policies have been applied on basis consistent with those used in the previous published financial reports.

Accounting policies are changed only if the change is required by a standards or interpretation or otherwise provides more reliable more relevant information.

Notes to the Financial Statements

Note 1 - Operating Expenses

	2006/07 Actual \$000	2007/08 Budgeted \$000	2007/08 Estimated Actual \$000	2008/09 Budgeted \$000
Operating expenses include:				
Consultants' fees	1,211	800	700	500
Overseas travel	395	370	370	370
Domestic travel	1,050	1,505	1,614	1,500
Other	23,216	25,007	24,798	22,846
Total operating expenses	25,872	27,682	27,482	25,215

Note 2 - Capital Charge

The Department is required to pay capital charge on its net assets. The capital charge rate for the year ending 30 June 2009 is 7.5 percent per annum.

Note 3 - Debtors and Other Receivables

	2006/07 Actual \$000	2007/08 Budgeted \$000	2007/08 Estimated Actual \$000	2008/09 Budgeted \$000
Operating expenses include:				
Trade debtors	988	988	988	988
Provision for doubtful debts	(74)	(31)	(31)	(31)
Total trade debtors and receivables	914	957	957	957

Note 4 - Other Current Liabilities

Other current liabilities contain deferred revenue which is the portion of the operating revenue received which relates to future years. It will be recognised as income in the year in which the services are provided.

Note 5 - Reconciliation of Net Surplus to Net Cash Flows from Operating Activities for the Year Ending 30 June 2009

	2006/07 Actual \$000	2007/08 Budgeted \$000	2007/08 Estimated Actual \$000	2008/09 Budgeted \$000
Net surplus / (deficit)	216	-	500	-
Add/ (less) non-cash items				
Depreciation and amortisation expense	8,103	8,628	8,328	10,146
Total non-cash items	8,103	8,628	8,328	10,146
Add/ (less) items classified as investing or financing activities				
(Gains)/ losses on disposal property, plant and equipment	31	-	-	-
Total items classified as investing or financing activities	31	-	-	-
Add/ (less) movements in working capital items				
(Inc)/ Dec in debtors and other receivables	312	-	-	-
(Inc)/ Dec in provision for bad debts	42	-	-	-
(Inc)/ Dec in prepayments	117	75	75	(9)
Inc/ (Dec) in creditors and other payables	(672)	88	88	135
Inc/ (Dec) in GST Payable	(246)	(83)	(83)	-
Inc/ (Dec) in employee entitlements	645	327	327	-
Inc/ (Dec) in deferred revenue	27	-	-	-
Inc/ (Dec) in other accrued liability	1,563	-	-	-
Net movements in working capital items	1,788	407	407	126
Add/ (less) movements in non-current liabilities				
Inc/ (Dec) in employee entitlements	142	-	-	-
Net cash from operating activities	10,280	9,035	9,235	10,272