

Forecast Financial Statements

Serious Fraud Office

Statement of Forecast Comprehensive Income for the year ending 30 June 2010

		2007/08	2008/09		2009/10
	Note	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Income					
Crown		5,152	7,250	5,660	7,250
Department(s)		108	120	101	110
Other revenue		1	9	9	9
Gains		-	-	6	-
Interest		-	-	-	-
Total Income		5,261	7,379	5,776	7,369
Expenses					
Personnel		3,385	4,139	3,630	4,131
Operating	1	1,492	3,005	1,947	2,916
Depreciation and amortisation		135	184	164	241
Capital charge		29	51	29	81
Finance costs		-	-	-	-
Other		16	-	-	-
Total Expenses		5,057	7,379	5,770	7,369
Net Surplus / (Deficit)		204	-	6	-
Other comprehensive income		-	-	-	-
Total Comprehensive Income		204	-	6	-

Statement of Forecast Changes in Taxpayers' Funds for the year ending 30 June 2010

	Note	2007/08	2008/09		2009/10
		Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Balance at 1 July					
General funds		387	387	387	1,077
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Opening Balance		387	387	387	1,077
Changes in Taxpayers' Funds					
Comprehensive income for the period		204	-	6	-
Repayment of surplus		(204)	-	(6)	-
Capital contribution		-	290	690	-
Capital withdrawal		-	-	-	-
Other		-	-	-	-
Total Changes in Taxpayers' Funds		-	290	690	-
Balance at 30 June					
General funds		387	677	1,077	1,077
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Closing Balance		387	677	1,077	1,077

Forecast Statement of Financial Position as at 30 June 2010

		2007/08	2008/09		2009/10
	Note	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Assets					
Current Assets					
Cash and cash equivalents		681	693	700	418
Debtors and other receivables		29	34	25	25
Prepayments		18	3	18	18
Inventories		-	-	-	-
Other current assets		-	-	-	-
Total Current Assets		728	730	743	461
Non-current Assets					
Property, plant and equipment		236	365	739	1,013
Intangible assets		5	2	2	7
Other non-current assets		-	-	-	-
Total Non-current Assets		241	367	741	1,020
Total Assets		969	1,097	1,484	1,481
Liabilities					
Current Liabilities					
Creditors and other payables		217	302	230	233
Repayment of surplus		204	-	6	-
Employee entitlements		155	118	171	171
Other current liabilities		-	-	-	-
Total Current Liabilities		576	420	407	404
Non-current Liabilities					
Provisions		-	-	-	-
Employee entitlements		6	-	-	-
Other non-current liabilities		-	-	-	-
Total Non-current Liabilities		6	-	-	-
Total Liabilities		582	420	407	404
Taxpayers' Funds					
General funds		387	677	1,077	1,077
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Total Taxpayers' Funds		387	677	1,077	1,077
Total Liabilities and Taxpayers' Funds		969	1,097	1,484	1,481

Statement of Forecast Cash Flows for the year ending 30 June 2010

		2007/08	2008/09		2009/10
	Note	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Cash Flows from Operating Activities					
Receipts from:					
Crown		5,151	7,250	5,661	7,250
Department(s)		127	114	101	110
Other		2	9	12	9
Interest		-	-	-	-
Payments to:					
Suppliers		(1,561)	(3,022)	(2,001)	(2,956)
Employees		(3,313)	(4,096)	(3,564)	(4,088)
Capital charge		(29)	(51)	(29)	(81)
Goods and services tax (net)		1	8	11	-
Other operating activities		-	-	-	-
Net Cash from Operating Activities	2	378	212	191	244
Cash Flow from Investing Activities					
Receipts from:					
Sale of property, plant and equipment		25	-	31	-
Sale of intangible assets		-	-	-	-
Sale of other non-current assets		-	-	-	-
Purchase of:					
Property, plant and equipment		(56)	(290)	(689)	(510)
Intangible assets		-	-	-	(10)
Other non-current assets		-	-	-	-
Net Cash from Investing Activities		(31)	(290)	(658)	(520)
Cash Flow from Financing Activities					
Capital contribution		-	290	690	-
Other financing cash inflows		-	-	-	-
Repayment of surplus		(22)	-	(204)	(6)
Capital withdrawal		-	-	-	-
Other financing cash outflows		-	-	-	-
Net Cash from Financing Activities		(22)	290	486	(6)
Net Increase / (Decrease) in Cash		325	212	19	(282)
Cash at the beginning of the year		356	481	681	700
Cash at the end of the year		681	693	700	418

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 Criminal Proceeds (Recovery) Bill will be enacted making the Civil Forfeiture of Criminal Assets output class fully operational in 2009/10. Otherwise the department's activities will remain substantially the same as for the previous year.
- Estimated year end information for 2008/09 is used as the opening position for the 2009/10 forecasts.

These assumptions are adopted as at 31 March 2009.

Factors that could lead to material differences between the forecast financial statements and the 2009/10 actual financial statements include:

- changes to the baseline budget through new initiatives, or technical adjustments.

Statement of Entity-Specific Accounting Policies

The Serious Fraud Office 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 Serious Fraud Office, prepared in accordance with section 38 of the Public Finance Act 1989.

The Serious Fraud Office is a Government Department as defined by section 2 of the Public Finance Act 1989. For the purposes of financial reporting the Serious Fraud Office is a public benefit entity.

Authorisation Statement

These forecast financial statements were authorised for issue by the Minister of Police on 22 April 2009. The Chief Executive and Director of the Serious Fraud Office 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

Capitalisation Threshold

Property, plant and equipment and intangible assets or groups of assets purchased at a cost of \$1,000 (excluding GST) or greater are capitalised.

Depreciation and Amortisation

The estimated useful lives of property, plant and equipment and intangible assets are set out below.

- Office furniture and equipment 5 years
- Motor vehicles 6 years
- IT Equipment / Hardware 3 years
- Computer software 3 years

Cost Allocation

The Serious Fraud Office has derived the costs of outputs shown in these statements using a cost allocation system which is outlined below.

Direct costs are those costs directly attributed to an output. Indirect or overhead costs are those costs that cannot be identified in an economically feasible manner, with a specific output.

Direct costs are charged directly to outputs. Indirect costs are assigned to outputs based on the proportion of staff time spend on each output.

Notes to the Financial Statements

Note 1 - Operating Expenses

	2007/08	2008/09		2009/10
	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Operating expenses include:				
Consultants' fees	111	50	40	40
Overseas travel	52	45	45	45
Domestic travel	247	240	245	245
Rental and leasing cost	427	465	504	504
Other	655	2,205	1,113	2,082
Total operating expenses	1,492	3,005	1,947	2,916

Note 2 - Reconciliation of Net Surplus to Net Cash Flows from Operating Activities for the year ending 30 June 2010

	2007/08	2008/09		2009/10
	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Net surplus/ (deficit)	204	-	6	-
Add/ (less) non-cash items				
Depreciation and amortisation expense	135	184	164	241
<i>Total non-cash items</i>	<i>135</i>	<i>184</i>	<i>164</i>	<i>241</i>
Add/ (less) items classified as investing or financing activities				
(Gains)/ losses on disposal property, plant and equipment	16	-	(6)	-
<i>Total items classified as investing or financing activities</i>	<i>16</i>	<i>-</i>	<i>(6)</i>	<i>-</i>
Add/ (less) movements in working capital items				
(Inc)/ Dec in debtors and other receivables	19	(6)	4	-
(Inc)/ Dec in prepayments	(15)	-	-	-
Inc/ (Dec) in creditors and other payables	(24)	34	13	3
Inc/ (Dec) in employee entitlements	43	-	10	-
<i>Net movements in working capital items</i>	<i>23</i>	<i>28</i>	<i>27</i>	<i>3</i>
Net cash from operating activities	378	212	191	244