

# *Forecast Financial Statements*

*Statistics New Zealand*

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## 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
<b>Income</b>					
Crown		83,169	88,471	88,653	98,422
Department(s)		3,263	7,479	8,479	7,279
Other revenue		3,802	1,964	1,964	1,964
Gains		-	-	-	-
Interest		-	-	-	-
<b>Total Income</b>		<b>90,234</b>	<b>97,914</b>	<b>99,096</b>	<b>107,665</b>
<b>Expenses</b>					
Personnel		54,096	58,972	59,822	68,402
Operating	1	24,537	25,215	25,547	25,254
Depreciation and amortisation		8,151	10,146	10,146	10,239
Capital charge	2	3,003	3,581	3,581	3,770
Finance costs		-	-	-	-
Other		128	-	-	-
<b>Total Expenses</b>		<b>89,915</b>	<b>97,914</b>	<b>99,096</b>	<b>107,665</b>
<b>Net Surplus / (Deficit)</b>		<b>319</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other comprehensive income		-	-	-	-
<b>Total Comprehensive Income</b>		<b>319</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 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
<b>Balance at 1 July</b>					
General funds		39,978	47,753	47,753	50,262
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
<b>Taxpayers' Funds Opening Balance</b>		<b>39,978</b>	<b>47,753</b>	<b>47,753</b>	<b>50,262</b>
<b>Changes in Taxpayers' Funds</b>					
Comprehensive income for the period		319	-	-	-
Repayment of surplus		(319)	-	-	-
Capital contribution		7,775	2,509	2,509	2,485
Capital withdrawal		-	-	-	-
Other		-	-	-	-
<b>Total Changes in Taxpayers' Funds</b>		<b>7,775</b>	<b>2,509</b>	<b>2,509</b>	<b>2,485</b>
<b>Balance at 30 June</b>					
General funds		47,753	50,262	50,262	52,747
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
<b>Taxpayers' Funds Closing Balance</b>		<b>47,753</b>	<b>50,262</b>	<b>50,262</b>	<b>52,747</b>

## 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
<b>Assets</b>					
<b>Current Assets</b>					
Cash and cash equivalents		30,018	25,295	29,879	30,341
Debtors and other receivables	3	626	957	957	957
Prepayments		691	490	650	650
Inventories		-	-	-	-
Other current assets		-	-	-	-
<b>Total Current Assets</b>		<b>31,335</b>	<b>26,742</b>	<b>31,486</b>	<b>31,948</b>
<b>Non-current Assets</b>					
Property, plant and equipment		13,031	10,391	10,391	8,653
Intangible assets		18,809	28,372	23,868	28,203
Other non-current assets		-	-	-	-
<b>Total Non-current Assets</b>		<b>31,840</b>	<b>38,763</b>	<b>34,259</b>	<b>36,856</b>
<b>Total Assets</b>		<b>63,175</b>	<b>65,505</b>	<b>65,745</b>	<b>68,804</b>
<b>Liabilities</b>					
<b>Current Liabilities</b>					
Creditors and other payables		7,767	8,336	8,576	8,576
Repayment of surplus		319	-	-	-
Employee entitlements		3,386	3,419	3,419	3,997
Other current liabilities	4	-	10	10	10
<b>Total Current Liabilities</b>		<b>11,472</b>	<b>11,765</b>	<b>12,005</b>	<b>12,583</b>
<b>Non-current Liabilities</b>					
Provisions		-	-	-	-
Employee entitlements		3,950	3,478	3,478	3,474
Other non-current liabilities		-	-	-	-
<b>Total Non-current Liabilities</b>		<b>3,950</b>	<b>3,478</b>	<b>3,478</b>	<b>3,474</b>
<b>Total Liabilities</b>		<b>15,422</b>	<b>15,243</b>	<b>15,483</b>	<b>16,057</b>
<b>Taxpayers' Funds</b>					
General funds		47,753	50,262	50,262	52,747
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
<b>Total Taxpayers' Funds</b>		<b>47,753</b>	<b>50,262</b>	<b>50,262</b>	<b>52,747</b>
<b>Total Liabilities and Taxpayers' Funds</b>		<b>63,175</b>	<b>65,505</b>	<b>65,745</b>	<b>68,804</b>

## Statement of Forecast Cash Flows 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
<b>Cash Flows from Operating Activities</b>					
<b>Receipts from:</b>					
Crown		83,564	88,471	88,258	98,422
Department(s)		2,694	7,479	8,613	7,279
Other		3,804	1,964	1,962	1,964
Interest		-	-	-	-
<b>Payments to:</b>					
Suppliers		(24,176)	(25,396)	(25,501)	(24,987)
Employees		(54,096)	(58,665)	(59,515)	(68,095)
Capital charge		(3,003)	(3,581)	(3,581)	(3,770)
Goods and services tax (net)		2	-	900	-
Other operating activities		253	-	-	-
<b>Net Cash from Operating Activities</b>	5	9,042	10,272	11,136	10,813
<b>Cash Flow from Investing Activities</b>					
<b>Receipts from:</b>					
Sale of property, plant and equipment		-	-	-	-
Sale of intangible assets		-	-	-	-
Sale of other non-current assets		-	-	-	-
<b>Purchase of:</b>					
Property, plant and equipment		(5,337)	(4,200)	(6,984)	(4,369)
Intangible assets		(2,650)	(9,237)	(6,800)	(8,467)
Other non-current assets		-	-	-	-
<b>Net Cash from Investing Activities</b>		(7,987)	(13,437)	(13,784)	(12,836)
<b>Cash Flow from Financing Activities</b>					
Capital contribution		7,775	2,509	2,509	2,485
Other financing cash inflows		-	-	-	-
Repayment of surplus		(217)	(500)	-	-
Capital withdrawal		-	-	-	-
Other financing cash outflows		-	-	-	-
<b>Net Cash from Financing Activities</b>		7,558	2,009	2,509	2,485
<b>Net Increase / (Decrease) in Cash</b>		8,613	(1,156)	(139)	462
Cash at the beginning of the year		21,405	26,451	30,018	29,879
<b>Cash at the end of the year</b>		30,018	25,295	29,879	30,341

## 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 2008/09 is used as the opening position for the 2009/10 forecasts.
- On the basis that the resources provided 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 22 April 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.
- The 2008/09 budgeted figures are those represented in the Estimates for 2008/09 as amended by the Supplementary Estimates.
- The 2009/10 budgeted figures are those represented in the Main Estimates for 2009/10.

Variations and changes to the forecast financial statements:

- While every attempt has been made to accurately forecast final results for 2008/09, actual results achieved for the year ending 30 June 2009 are likely to vary from the forecast information presented, and this variation could be material.
- Once the 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 the 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 2010.

## Statement of Entity-Specific Accounting Policies

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

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

### Reporting Entity

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 the Chief Executive on 16 April 2009. 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 Computer Equipment that form an 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
- 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 the 2011 Census of Population and Dwellings - MYA will be allocated on an 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 major changes in accounting policies, since the date of the last audited financial statements. All policies have been applied on a basis consistent with those used in the previous published financial reports. However, from the 2008/09 financial year, Statistics New Zealand will no longer treat library books as assets, and will therefore expense any books currently held under non-current assets.

Accounting policies are changed only if the change is required by an accounting standard or interpretation, or if it otherwise provides more reliable and relevant information.



# 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:				
Consultant's fees	416	500	500	500
Overseas travel	505	370	250	250
Domestic Travel	1,638	1,500	1,300	1,300
Other	21,978	22,845	23,497	23,204
<b>Total</b>	<b>24,537</b>	<b>25,215</b>	<b>25,547</b>	<b>25,254</b>

## 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 2010 is 7.5 percent per annum.

## Note 3 - Debtors and Other Receivables

	2007/08	2008/09		2009/10
	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Debtors and other receivables include:				
Trade debtors	1,120	988	988	988
Provision for doubtful debts	(99)	(31)	(31)	(31)
Debtor Crown	(395)	-	-	-
<b>Total</b>	<b>626</b>	<b>957</b>	<b>957</b>	<b>957</b>

## 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 2010**

	2007/08	2008/09		2009/10
	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Net operating (deficit)/surplus	321	-	-	-
<b>Add non-cash items</b>				
Depreciation	8,150	10,146	10,146	10,239
<b>Total non-cash items</b>	8,150	10,146	10,146	10,239
<b>Add/ (less) movements in working capital</b>				
(Inc) / Dec in debtors and receivables	(131)	-	41	-
(Inc) / Dec in Provision of bad debts	25	-	-	-
(Inc) / Dec in advances and prepayments	(135)	(9)	-	-
(Inc) / Dec in creditors and other payables	(309)	135	49	574
(Inc) / Dec in GST payable	253	-	900	-
(Inc) / Dec in employee entitlements	722	-	-	-
(Inc) / Dec in deferred revenue	(27)	-	-	-
(Inc) / Dec in restructure provision	(344)	-	-	-
(Inc) / Dec in Provision - Debtor Crown	395	-	-	-
<b>Net movements in non-current liabilities</b>	449	126	990	574
<b>Investing activity items</b>				
(Gain)/loss on sale of fixed assets	122			
<b>Net cash flows from operating activities</b>	<b>9,042</b>	<b>10,272</b>	<b>11,136</b>	<b>10,813</b>