

Forecast Financial Statements

Ministry of Fisheries

Statement of Forecast Comprehensive Income 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
Income					
Crown		87,134	93,544	92,996	96,920
Department(s)		1,565	806	1,880	1,934
Other revenue		515	2,078	967	807
Gains		62	-	-	-
Interest		-	-	-	-
Total Income		89,276	96,428	95,843	99,661
Expenses					
Personnel		42,011	41,906	47,462	45,474
Operating	1	43,344	50,875	44,892	49,725
Depreciation and amortisation		2,289	2,650	2,541	3,460
Capital charge		954	997	948	1,002
Finance costs		-	-	-	-
Other		(179)	-	-	-
Total Expenses	2	88,419	96,428	95,843	99,661
Net Surplus / (Deficit)		857	-	-	-
Other comprehensive income		-	-	-	-
Total Comprehensive Income		857	-	-	-

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		12,658	12,658	12,658	13,361
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Opening Balance		12,658	12,658	12,658	13,361
Changes in Taxpayers' Funds					
Comprehensive income for the period		857	-	-	-
Repayment of surplus		(857)	-	-	-
Capital contribution	3	-	-	703	60
Capital withdrawal	4	-	-	-	(86)
Other		-	-	-	-
Total Changes in Taxpayers' Funds		-	-	703	(26)
Balance at 30 June					
General funds		12,658	12,658	13,361	13,335
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Closing Balance		12,658	12,658	13,361	13,335

Forecast Statement of Financial Position as at 30 June 2010

	Note	2007/08	2008/09		2009/10
		Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Assets					
Current Assets					
Cash and cash equivalents		1,174	4,423	825	1,359
Debtors and other receivables		20,127	18,791	18,346	18,346
Prepayments		599	300	500	500
Inventories		-	-	-	-
Other current assets		-	(960)	1,264	2,926
Total Current Assets		21,900	22,554	20,935	23,131
Non-current Assets					
Property, plant and equipment		10,096	13,556	13,096	10,874
Intangible assets		1,884	-	-	-
Other non-current assets		58	-	50	50
Total Non-current Assets		12,038	13,556	13,146	10,924
Total Assets		33,938	36,110	34,081	34,055
Liabilities					
Current Liabilities					
Creditors and other payables		13,695	17,371	12,092	12,092
Repayment of surplus		857	-	-	-
Employee entitlements		3,896	653	4,488	4,488
Other current liabilities		122	-	-	-
Total Current Liabilities		18,570	18,024	16,580	16,580
Non-current Liabilities					
Provisions		153	-	-	-
Employee entitlements		2,557	5,428	4,140	4,140
Other non-current liabilities		-	-	-	-
Total Non-current Liabilities		2,710	5,428	4,140	4,140
Total Liabilities		21,280	23,452	20,720	20,720
Taxpayers' Funds					
General funds		12,658	12,658	13,361	13,335
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Total Taxpayers' Funds		12,658	12,658	13,361	13,335
Total Liabilities and Taxpayers' Funds		33,938	36,110	34,081	34,055

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
Cash Flows from Operating Activities					
Receipts from:					
Crown		84,609	93,544	94,627	96,920
Department(s)		1,888	806	1,880	1,934
Other		305	2,078	825	807
Interest		-	-	-	-
Payments to:					
Suppliers		(51,018)	(57,204)	(56,944)	(59,023)
Employees		(33,692)	(35,061)	(34,901)	(36,176)
Capital charge		(954)	(997)	(948)	(1,002)
Goods and services tax (net)		(399)	(216)	-	-
Other operating activities		-	-	-	-
Net Cash from Operating Activities	5	739	2,950	4,539	3,460
Cash Flow from Investing Activities					
Receipts from:					
Sale of property, plant and equipment		198	-	-	-
Sale of intangible assets		-	-	-	-
Sale of other non-current assets		-	-	-	-
Purchase of:					
Property, plant and equipment		(1,110)	(2,900)	(4,929)	(2,900)
Intangible assets		(708)	-	-	-
Other non-current assets		-	-	-	-
Net Cash from Investing Activities		(1,620)	(2,900)	(4,929)	(2,900)
Cash Flow from Financing Activities					
Capital contribution		-	-	703	60
Other financing cash inflows		-	-	-	-
Repayment of surplus		(189)	-	(662)	-
Capital withdrawal		-	-	-	(86)
Other financing cash outflows		-	-	-	-
Net Cash from Financing Activities		(189)	-	41	(26)
Net Increase / (Decrease) in Cash		(1,070)	50	(349)	534
Cash at the beginning of the year		2,244	4,373	1,174	825
Cash at the end of the year		1,174	4,423	825	1,359

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.
- Personnel costs are based on 455 full time equivalents.
- 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.

These assumptions are adopted as at 1 July 2009.

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.

Statement of Entity-Specific Accounting Policies

The Ministry of Fisheries 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 Ministry of Fisheries, prepared in accordance with section 38 of the Public Finance Act 1989.

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

Authorisation Statement

These forecast financial statements were authorised for issue by Wayne McNee, Chief Executive of the Ministry of Fisheries on 3 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

Property, Plant and Equipment

The capitalisation threshold for property, plant and equipment is \$5,000.

Depreciation

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

- Buildings - 10 to 100 years.
- Plant and equipment - up to 10 years.
- Motor vehicles - up to 10 years.
- Vessels - 4-25 years.

The cost of leasehold improvements is capitalised and depreciated over the unexpired period of the lease or useful life, whichever is the shorter.

Intangible Assets

The capitalisation threshold for intangible assets is \$5,000.

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

- Purchased software - up to 10 years.
- Internally developed software - up to 10 years.

Cost Allocation

Those costs that can be specifically attributed to an output are charged directly to that output. Indirect costs are assigned through a methodology that allocates them to front line outputs based either on the use of full time equivalent staff numbers or specific project costs.

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 includes:				
Contracts for services	26,158	32,713	28,386	35,036
Overseas travel	911	985	874	832
Domestic travel	3,593	4,103	4,357	3,663
Other	12,682	13,074	15,275	10,194
Total	43,344	50,875	48,892	49,725

Note 2 - Reconciliation of Departmental Expenses and Appropriations

	2007/08	2008/09		2009/10
	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Appropriation for output expenses				
Aquaculture Settlement	1,626	1,543	2,258	1,740
Fisheries Compliance	29,737	30,121	32,782	30,842
Fisheries Information	26,466	31,011	26,029	34,396
Fisheries Operations	23,599	25,948	25,638	25,033
Fisheries Policy Advice	6,667	7,399	8,658	7,410
Interim Secretariat South Pacific Regional Fisheries Management Organisation	324	406	478	240
Total Appropriations for output expenses	88,419	96,428	95,843	99,661
Total departmental expenses (as per Statement of Financial Performance)	88,419	96,428	95,843	99,661

Note 3 - Reconciliation of Capital Contribution

	2007/08	2008/09		2009/10
	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Capital contribution includes funding for				
Waikato River Co-Management Implementation	-	-	139	-
Ngāti Porou and Te Whānau a Apanui Negotiations	-	-	564	-
Increased fishery officer presence	-	-	-	60
Total	-	-	703	60

Note 4 - Reconciliation of Capital Withdrawal

	2007/08	2008/09		2009/10
	Actual \$000	In 2008 Budget \$000	Estimated Actual \$000	Budgeted \$000
Transfer to Vote State Services to fund				
Identity Verification Service	-	-	-	(86)
Total	-	-	-	(86)

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 surplus	857	-	-	-
Add non-cash items:				
Depreciation	2,289	2,650	2,541	3,460
Total non-cash items	2,289	2,650	2,541	3,460
Movements in working capital items:				
(Increase)/decrease in				
Debtors and receivables	(2,359)	-	(1,776)	-
Prepayments	93	-	(99)	-
Increase/(decrease) in				
Creditors and payables	(1,932)	(100)	(1,441)	-
Employee entitlements	1,244	400	5,314	-
Unearned revenue	107	-	-	-
Provisions	598	-	-	-
Net increase/(decrease) in working capital items	(2,429)	300	1,998	-
Add/(less) investing activity items:				
Net (gain)/loss on sale of property, plant and equipment	22	-	-	-
Total investing activity items	22	-	-	-
Net cash inflow/outflow from operating activities	739	2,950	4,539	3,460