

Forecast Financial Statements

Office of the Ombudsmen

Statement of Forecast Comprehensive Income for the year ending 30 June 2013

		2010/11	2011/12		2012/13
	Note	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Income					
Crown		8,751	8,698	8,768	9,325
Department(s)		-	-	-	-
Other revenue		-	-	-	-
Gains		-	-	-	-
Interest		-	-	-	-
Total Income		8,751	8,698	8,768	9,325
Expenses					
Personnel	1	6,467	6,471	6,476	6,778
Operating	2	2,043	1,987	1,931	2,256
Depreciation and amortisation		176	214	335	265
Capital charge		25	26	26	26
Finance costs		-	-	-	-
Other		-	-	-	-
Total Expenses		8,711	8,698	8,768	9,325
Net Surplus / (Deficit)		40	-	-	-
Other comprehensive income		-	-	-	-
Total Comprehensive Income		40	-	-	-

Statement of Forecast Changes in Taxpayers' Funds for the year ending 30 June 2013

	Note	2010/11	2011/12		2012/13
		Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Balance at 1 July					
General funds		329	329	329	329
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Opening Balance		329	329	329	329
Changes in Taxpayers' Funds					
Comprehensive income for the period		40	-	-	-
Repayment of surplus		(40)	-	-	-
Capital contribution		-	-	-	-
Capital withdrawal		-	-	-	-
Other		-	-	-	-
Total Changes in Taxpayers' Funds		-	-	-	-
Balance at 30 June					
General funds		329	329	329	329
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Closing Balance		329	329	329	329

Forecast Statement of Financial Position as at 30 June 2013

		2010/11	2011/12		2012/13
	Note	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Assets					
Current Assets					
Cash and cash equivalents		677	529	584	684
Debtors and other receivables		4	-	-	-
Prepayments		73	18	18	18
Inventories		-	-	-	-
Other current assets		-	-	-	-
Total Current Assets		754	547	602	702
Non-current Assets					
Property, plant and equipment		378	204	176	34
Intangible assets		138	197	170	212
Other non-current assets		-	-	-	-
Total Non-current Assets		516	401	346	246
Total Assets		1,270	948	948	948
Liabilities					
Current Liabilities					
Creditors and other payables		340	159	159	159
Repayment of surplus		40	-	-	-
Employee entitlements	3	536	410	410	410
Other current liabilities		-	-	-	-
Total Current Liabilities		916	569	569	569
Non-current Liabilities					
Provisions		-	-	-	-
Employee entitlements	4	25	50	50	50
Other non-current liabilities		-	-	-	-
Total Non-current Liabilities		25	50	50	50
Total Liabilities		941	619	619	619
Taxpayers' Funds					
General funds		329	329	329	329
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Total Taxpayers' Funds		329	329	329	329
Total Liabilities and Taxpayers' Funds		1,270	948	948	948

Statement of Forecast Cash Flows for the year ending 30 June 2013

	Note	2010/11	2011/12		2012/13
		Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Cash Flows from Operating Activities					
Receipts from:					
Crown		8,751	8,698	8,768	9,325
Department(s)		-	-	-	-
Other		-	-	-	-
Interest		-	-	-	-
Payments to:					
Suppliers		(1,969)	(1,987)	(2,053)	(2,256)
Employees		(6,379)	(6,471)	(6,577)	(6,778)
Capital charge		(25)	(26)	(26)	(26)
Goods and services tax (net)		-	-	-	-
Other operating activities		-	-	-	-
Net Cash from Operating Activities	5	378	214	112	265
Cash Flow from Investing Activities					
Receipts from:					
Sale of property, plant and equipment		-	-	-	-
Sale of intangible assets		-	-	-	-
Sale of other non-current assets		-	-	-	-
Purchase of:					
Property, plant and equipment		(157)	(93)	(103)	(93)
Intangible assets		(65)	(72)	(62)	(72)
Other non-current assets		-	-	-	-
Net Cash from Investing Activities		(222)	(165)	(165)	(165)
Cash Flow from Financing Activities					
Capital contribution		-	-	-	-
Other financing cash inflows		-	-	-	-
Repayment of surplus		-	-	(40)	-
Capital withdrawal		-	-	-	-
Other financing cash outflows		-	-	-	-
Net Cash from Financing Activities		-	-	(40)	-
Net Increase / (Decrease) in Cash		156	49	(93)	100
Cash at the beginning of the year		521	480	677	584
Cash at the end of the year		677	529	584	684

Statement of Significant Assumptions

These forecast financial statements have been compiled on the basis of Parliament's expectations at the time the statements were finalised.

The main assumptions are as follows:

- The Office'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 2011/12 is used as the opening position for the 2012/13 forecasts.

These assumptions are adopted as at 4 April 2012.

Factors that could lead to material differences between the forecast financial statements and the 2012/13 actual financial statements include:

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

Statement of Entity-Specific Accounting Policies

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

Reporting Entity

These are the prospective financial statements of the Office of the Ombudsmen, prepared in accordance with section 38 of the Public Finance Act 1989.

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

Authorisation Statement

These Forecast Financial Statements were authorised for issue by Beverley A Wakem, Chief Ombudsman, on 4 April 2012. The Chief Ombudsman is responsible for the Forecast Financial Statements presented, including the appropriateness of the assumptions underlying the Forecast Financial Statements and all other required disclosures.

Specific Accounting Policies

Depreciation

Computer assets and off-the-shelf software are depreciated using the straight-line method at 25% per annum. Purpose built software is depreciated over the useful life of the asset. Improvements to leasehold properties are depreciated over the remaining life of the lease. All other assets are depreciated at 20% per annum using the straight-line method.

Financial Instruments

All financial instruments are recognised in the Statement of Financial Position.

All revenue and expenditure in relation to financial instruments is recognised in the Statement of Financial Performance.

A letter of credit exists between the Office and ASB Management Services Ltd, a division of ASB Bank to allow the bank to recover payroll costs from the Office Westpac bank account.

Taxpayer's Funds

This is the Crown's net investment in the Office of the Ombudsmen.

Notes to the Financial Statements

Note 1 - Personnel

	2010/11	2011/12		2012/13
	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Remuneration for the Ombudsmen pursuant to sections 8 and 9 of the Ombudsmen Act 1975	630	623	628	630
Staff of the Ombudsmen	5,837	5,848	5,848	6,148
Total	6,467	6,471	6,476	6,778

Note 2 - Operating Expenses

	2010/11	2011/12		2012/13
	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Operating expenses include:				
Accommodation	743	756	756	726
Communications	152	156	166	157
Consultant fees*	135	73	73	372
Domestic travel	145	217	162	217
Overseas travel	30	24	32	24
Other	838	761	742	760
Total	2,043	1,987	1,931	2,256

* Consultancy fees - for 2010/11 only includes external support of the office computer network, for 2012/13 only includes cost of hosting the 2012 world conference of the International Ombudsman Institute.

Note 3 - Employee Entitlements

	2010/11	2011/12		2012/13
	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Comprises accrued annual leave, currently due long service leave and salaries for all staff of the Ombudsmen	536	410	410	410
Total	536	410	410	410

Note 4 - Non Current Employee Entitlements

	2010/11	2011/12		2012/13
	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
"Grandfather" provision for staff recruited under previous terms and conditions of employment - accrued long service leave not currently due.	25	50	50	50
Total	25	50	50	50

Note 5 - Reconciliation of Net Surplus to Net Cash Flows from Operating Activities

	2010/11	2011/12		2012/13
	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Net Surplus/(deficit)	40	-	-	-
Add/(Less) non-cash items				
Write off of assets	37	-	-	-
Depreciation and amortisation expense	176	214	335	265
Total non-cash items	213	214	335	265
Add/(Less) movements in working capital items				
(Inc)/Dec in debtors and receivables	(3)	-	4	-
(Inc)/Dec in prepayments	(31)	-	55	-
Inc/(Dec) in creditors and payables	77	-	(92)	-
Inc/(Dec) in GST	22	-	(89)	-
Inc/(Dec) in employee entitlements	85	-	(126)	-
Net movements in working capital items	150	-	(248)	-
Add/(Less) movements in non-current liabilities				
Inc/(Dec) in employee entitlements	(25)	-	25	-
Net Cash from Operating Activities	378	214	112	265