

Forecast Financial Statements

Statistics New Zealand

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		124,516	106,238	99,565	155,130
Department(s)		5,935	7,549	7,549	6,049
Other revenue		2,203	1,964	1,964	1,964
Gains		-	-	-	-
Interest		-	-	-	-
Total Income		132,654	115,751	109,078	163,143
Expenses					
Personnel		85,069	77,652	67,549	109,428
Operating	1	31,868	20,362	24,657	37,111
Depreciation and amortisation		11,062	13,504	10,184	12,371
Capital charge	2	3,770	4,233	3,888	4,233
Finance costs		-	-	-	-
Other		1,072	-	-	-
Total Expenses		132,841	115,751	106,278	163,143
Net Surplus / (Deficit)		(187)	-	2,800	-
Other comprehensive income		-	-	-	-
Total Comprehensive Income		(187)	-	2,800	-

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		50,262	52,394	48,609	51,309
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Opening Balance		50,262	52,394	48,609	51,309
Changes in Taxpayers' Funds					
Comprehensive income for the period		(187)	-	2,800	-
Repayment of surplus		(1,466)	-	(2,800)	-
Capital contribution		-	(86)	-	-
Capital withdrawal		-	-	-	-
Other	3	-	-	2,700	-
Total Changes in Taxpayers' Funds		(1,653)	(86)	2,700	-
Balance at 30 June					
General funds		48,609	52,308	51,309	51,309
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Closing Balance		48,609	52,308	51,309	51,309

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		43,619	26,537	24,673	18,702
Debtors and other receivables	4	1,023	983	1,023	983
Prepayments		1,402	650	1,402	650
Inventories		-	-	-	-
Other current assets		-	-	-	-
Total Current Assets		46,044	28,170	27,098	20,335
Non-current Assets					
Property, plant and equipment		11,745	14,956	14,609	14,786
Intangible assets		20,678	26,049	26,585	33,037
Other non-current assets		-	-	-	-
Total Non-current Assets		32,423	41,005	41,194	47,823
Total Assets		78,467	69,175	68,292	68,158
Liabilities					
Current Liabilities					
Creditors and other payables		18,795	7,141	4,106	5,657
Repayment of surplus		1,466	-	2,800	1,466
Employee entitlements		4,255	5,058	4,468	5,058
Other current liabilities	5	-	10	-	10
Total Current Liabilities		24,516	12,209	11,374	12,191
Non-current Liabilities					
Provisions		-	-	-	-
Employee entitlements		5,342	4,658	5,609	4,658
Other non-current liabilities		-	-	-	-
Total Non-current Liabilities		5,342	4,658	5,609	4,658
Total Liabilities		29,858	16,867	16,983	16,849
Taxpayers' Funds					
General funds		48,609	52,308	51,309	51,309
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Total Taxpayers' Funds		48,609	52,308	51,309	51,309
Total Liabilities and Taxpayers' Funds		78,467	69,175	68,292	68,158

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		138,404	106,238	84,876	155,130
Department(s)		5,789	7,549	7,549	6,049
Other		2,078	1,964	1,964	1,974
Interest		-	-	-	-
Payments to:					
Suppliers		(33,267)	(20,669)	(26,358)	(36,469)
Employees		(83,975)	(77,345)	(65,368)	(108,088)
Capital charge		(3,770)	(4,233)	(3,888)	(4,233)
Goods and services tax (net)		(6)	-	-	-
Other operating activities		-	-	-	-
Net Cash from Operating Activities	6	25,253	13,504	(1,225)	14,363
Cash Flow from Investing Activities					
Receipts from:					
Sale of property, plant and equipment		(1)	-	-	-
Sale of intangible assets		(3)	-	-	-
Sale of other non-current assets		-	-	-	-
Purchase of:					
Property, plant and equipment		(4,771)	(5,669)	(7,700)	(7,000)
Intangible assets		(8,698)	(16,331)	(11,255)	(12,000)
Other non-current assets		-	-	-	-
Net Cash from Investing Activities		(13,473)	(22,000)	(18,955)	(19,000)
Cash Flow from Financing Activities					
Capital contribution		-	(86)	2,700	-
Other financing cash inflows		-	-	-	-
Repayment of surplus		(742)	-	(1,466)	(1,334)
Capital withdrawal		-	-	-	-
Other financing cash outflows		-	-	-	-
Net Cash from Financing Activities		(742)	(86)	1,234	(1,334)
Net Increase / (Decrease) in Cash		11,038	(8,582)	(18,946)	(5,971)
Cash at the beginning of the year		32,581	35,119	43,619	24,673
Cash at the end of the year		43,619	26,537	24,673	18,702

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 2011/12 is used as the opening position for the 2012/13 forecasts.
- On the basis that the resources provided for will enable Statistics New Zealand to deliver the outputs as specified in the Statement of Intent.
- On the basis of historical cost.

These assumptions are adopted as at 30 March 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.

- The 2011/12 budgeted figures are those represented in the Estimates for 2011/12 as amended by the Supplementary Estimates.
- The 2012/13 budgeted figures are those represented in the Main Estimates for 2012/13.
- The full impacts on the Department of the Christchurch earthquake on 22 February 2011. The forecast financial statements include the best estimates of the financial impacts that were available at the time of preparation.

Variations and changes to the forecast financial statements:

- While every attempt has been made to accurately forecast final results for 2011/12, actual results achieved for the year ending 30 June 2012 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 ensuing Supplementary Estimates. However, subsequent changes, and any material error in these forecasts will be reported in the Annual Report of Statistics New Zealand for the year ended 30 June 2013.
- The Estimated Actual for 2011/12 includes the cost of winding up the deferred 2011 Census. The budgeted income and expenses for 2012/13 includes the costs of taking the 2013 Census.

Statement of Entity-Specific Accounting Policies

Statistics New Zealand 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 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 the Chief Executive on 30 March 2012. 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.
- 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. There is no surplus remaining.

Revenue Crown for the 2013 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.

Changed 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.

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

	2010/11	2011/12		2012/13
	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Operating expenses include:				
Audit related expenses	68	70	70	70
Postal Fee - NZ Post	414	500	500	500
Travel - Air NZ	1,362	700	700	700
Other	30,024	19,092	23,387	35,841
Total	31,868	20,362	24,657	37,111

The increase in Travel - Air NZ and Other expenses during 2010/11 and 2012/13 is mainly due to the 2011 Census and 2013 Census respectively.

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 2011 was 7.5% per annum. The capital charge from 1 July 2011 onwards is 8.0% per annum.

Note 3 - Change in Taxpayers' Funds - Other

This represents the retention of insurance revenue received as a result of the Christchurch earthquakes.

Note 4 - Debtors and Other Receivables

	2010/11	2011/12		2012/13
	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Debtors and other receivables include:				
Trade Debtors	1,028	988	1,028	988
Provision for Doubtful Debts	(5)	(5)	(5)	(5)
Total	1,023	983	1,023	983

Note 5 - 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 6 - 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 operating (deficit)/surplus	(187)	0	2,800	-
Add non-cash items:				
Depreciation	11,062	13,504	10,184	12,371
Inc/(Dec) in non-current employee entitlements	356	(328)	267	(951)
Inc/(Dec) in non-current provisions	-	-	-	-
Working capital movements:				
(Inc)/Dec in debtors and receivables	(1,103)	(1,063)	-	40
(Inc)/Dec in Provision for bad debts	-	-	-	-
(Inc)/Dec advances and prepayments	(364)	388	-	752
Inc/(Dec) in creditors and other payables	14,086	(460)	(14,689)	1,551
Inc/(Dec) in GST payable	-	-	-	-
Inc/(Dec) in employee entitlements	331	1,134	213	590
Inc/(Dec) in deferred revenue	-	-	-	-
Inc/(Dec) in current provisions	-	-	-	-
Inc/(Dec) in Provision - Debtor Crown	-	-	-	-
Inc/(Dec) Other items	-	329	-	10
Net working capital movements	12,950	328	(14,476)	2,943
Investing activity items:				
(Gain)/loss on sale of fixed assets	1,072	-	-	-
(Gain)/loss on reduction of work in progress	-	-	-	-
Net cash flows from operating activities	25,253	13,504	(1,225)	14,363