

Vote Audit

APPROPRIATION MINISTER(S): Speaker of the House of Representatives (M78)

APPROPRIATION ADMINISTRATOR: Controller and Auditor-General

RESPONSIBLE MINISTER FOR CONTROLLER AND AUDITOR-GENERAL: Speaker of the House of Representatives

Details of Appropriations and Capital Injections

Annual Appropriations and Forecast Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2019/20		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Departmental Output Expenses			
Audit and Assurance Services RDA (M78) This appropriation is limited to audit and related assurance services as required or authorised by statute.	81,617	3,956	85,573
Audit and Assurance Services (M78) This appropriation is limited to audit and related assurance services as required or authorised by statute.	1,850	600	2,450
Total Departmental Output Expenses	83,467	4,556	88,023
Departmental Other Expenses			
Remuneration of Auditor-General and Deputy Auditor-General PLA (M78) This appropriation is limited to remuneration expenses for both the Auditor-General and the Deputy Auditor-General as authorised by clause 5 of the Third Schedule of the Public Audit Act 2001.	1,064	35	1,099
Total Departmental Other Expenses	1,064	35	1,099
Departmental Capital Expenditure			
Controller and Auditor-General - Capital Expenditure PLA (M78) This appropriation is limited to the purchase or development of assets by and for the use of the Controller and Auditor-General, as authorised by section 24(1) of the Public Finance Act 1989.	1,737	189	1,926
Total Departmental Capital Expenditure	1,737	189	1,926
Multi-Category Expenses and Capital Expenditure			
Statutory Auditor Function MCA (M78) The single overarching purpose of this appropriation is to support Parliament in ensuring accountability for the use of public resources.	14,876	545	15,421
Departmental Output Expenses			
Performance Audits and Inquiries This category is limited to undertaking and reporting on performance audits and inquiries relating to public entities under the Public Audit Act 2001 and responding to requests for approvals in relation to pecuniary interest questions regulated by the Local Authorities (Members' Interests) Act 1968.	9,939	-	9,939
Supporting Accountability to Parliament This category is limited to reporting to Parliament and others as appropriate on matters arising from audits and inquiries, reporting to and advising select committees, and advising other agencies in New Zealand and abroad to support Parliament and governing bodies in holding their executives to account for the use of public resources.	4,937	545	5,482
Total Multi-Category Expenses and Capital Expenditure	14,876	545	15,421
Total Annual Appropriations and Forecast Permanent Appropriations	101,144	5,325	106,469

Capital Injection Authorisations

	2019/20		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Controller and Auditor-General - Capital Injection (M78)	-	-	-

Supporting Information

Part 1 - Vote as a Whole

1.2 - Trends in the Vote

Summary of Financial Activity

	2019/20				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	83,467	4,556	-	4,556	88,023
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	1,064	35	-	35	1,099
Capital Expenditure	1,737	189	-	189	1,926
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	14,876	545	-	545	15,421
<i>Other Expenses</i>	-	-	-	-	-
<i>Capital Expenditure</i>	-	N/A	-	-	-
Total Appropriations	101,144	5,325	-	5,325	106,469
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	-	N/A	-	-	-
Capital Receipts	-	N/A	-	-	-
Total Crown Revenue and Capital Receipts	-	N/A	-	-	-

Part 2 - Details of Departmental Appropriations

2.1 - Departmental Output Expenses

Audit and Assurance Services RDA (M78)

Scope of Appropriation

This appropriation is limited to audit and related assurance services as required or authorised by statute.

Reasons for Change in Appropriation

This appropriation increased by \$3.956 million to \$85.573 million in 2019/20 due to changes in forecast audit activity, including fee changes and increased audit completion rates at 30 June 2020.

Memorandum Account

	2019/20		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Audit and Assurance Services			
Opening Balance at 1 July	1,049	771	1,820
Revenue	81,617	3,956	85,573
Expenses	82,642	4,552	87,194
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	24	175	199

Supplementary Estimates do not take into account the effect of Coronavirus disease (COVID-19) on audit fee revenue. The amount of audit work completed to 30 June 2020 is likely to be reduced, which will impact revenue for the year.

Audit and Assurance Services (M78)

Scope of Appropriation

This appropriation is limited to audit and related assurance services as required or authorised by statute.

Reasons for Change in Appropriation

This appropriation increased by \$600,000 to \$2.450 million in 2019/20 due to an increase in the forecast deficit in the Audit and Assurance Services revenue dependent appropriation.

2.2 - Departmental Other Expenses

Remuneration of Auditor-General and Deputy Auditor-General PLA (M78)

Scope of Appropriation

This appropriation is limited to remuneration expenses for both the Auditor-General and the Deputy Auditor-General as authorised by clause 5 of the Third Schedule of the Public Audit Act 2001.

Reasons for Change in Appropriation

This appropriation increased by \$35,000 to \$1.099 million in 2019/20 due to the 2019 Remuneration Authority determinations.

2.3 - Departmental Capital Expenditure and Capital Injections

Controller and Auditor-General - Capital Expenditure PLA (M78)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the Controller and Auditor-General, as authorised by section 24(1) of the Public Finance Act 1989.

Capital Expenditure

	2019/20		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	559	568	1,127
Intangibles	950	(531)	419
Other	228	152	380
Total Appropriation	1,737	189	1,926

Reasons for Change in Appropriation

This appropriation increased by \$189,000 to \$1.926 million, due to higher expenditure on furniture and office alterations, lower expenditure on software projects and additional vehicle purchases.

Capital Injections and Movements in Departmental Net Assets

Controller and Auditor-General

Details of Net Asset Schedule	2019/20 Main Estimates Projections \$000	2019/20 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2019/20
Opening Balance	7,421	8,047	Supplementary Estimates opening balance reflects the audited results as at 30 June 2019.
Capital Injections	-	-	
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	(875)	(1,620)	The increased deficit to be incurred reflects updated forecasts for deficits funded from the Audit and Assurance Services memorandum account.
Other Movements	-	-	
Closing Balance	6,546	6,427	

Part 4 - Details of Multi-Category Expenses and Capital Expenditure

4 - Multi-Category Expenses and Capital Expenditure

Statutory Auditor Function (M78)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to support Parliament in ensuring accountability for the use of public resources.

Scope of Appropriation

Departmental Output Expenses

Performance Audits and Inquiries

This category is limited to undertaking and reporting on performance audits and inquiries relating to public entities under the Public Audit Act 2001 and responding to requests for approvals in relation to pecuniary interest questions regulated by the Local Authorities (Members' Interests) Act 1968.

Supporting Accountability to Parliament

This category is limited to reporting to Parliament and others as appropriate on matters arising from audits and inquiries, reporting to and advising select committees, and advising other agencies in New Zealand and abroad to support Parliament and governing bodies in holding their executives to account for the use of public resources.

Expenses, Revenue and Capital Expenditure

	2019/20		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	14,876	545	15,421
Departmental Output Expenses			
Performance Audits and Inquiries	9,939	-	9,939
Supporting Accountability to Parliament	4,937	545	5,482
Funding for Departmental Output Expenses			
Revenue from the Crown	14,633	-	14,633
Performance Audits and Inquiries	9,939	-	9,939
Supporting Accountability to Parliament	4,694	-	4,694
Revenue from Others	243	545	788
Supporting Accountability to Parliament	243	545	788

Reasons for Change in Appropriation

The increase in this appropriation is due to increased support to audit offices in the Pacific region, funded by the Ministry of Foreign Affairs and Trade.