

Vote Audit

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

DEPARTMENT ADMINISTERING THE VOTE: Controller and Auditor-General (A1)

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	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Departmental Output Expenses			
Audit and Assurance Services RDA (M78) (A1) This appropriation is limited to audit and related assurance services as required or authorised by statute.	94,429	(1,510)	92,919
Audit and Assurance Services (M78) (A1) This appropriation is limited to audit and related assurance services as required or authorised by statute.	150	-	150
Total Departmental Output Expenses	94,579	(1,510)	93,069
Departmental Other Expenses			
Remuneration of Auditor-General and Deputy Auditor-General PLA (M78) (A1) 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.	1,099	(88)	1,011
Total Departmental Other Expenses	1,099	(88)	1,011
Departmental Capital Expenditure			
Controller and Auditor-General - Capital Expenditure PLA (M78) (A1) 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.	2,525	(853)	1,672
Total Departmental Capital Expenditure	2,525	(853)	1,672
Multi-Category Expenses and Capital Expenditure			
Statutory Auditor Function MCA (M78) (A1) The single overarching purpose of this appropriation is to support Parliament in ensuring accountability for the use of public resources.	16,676	1,314	17,990
Departmental Output Expenses			
<i>Performance Audits, Inquiries, and other studies</i> This category is limited to undertaking and reporting on performance audits, inquiries, and other studies 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.	11,040	986	12,026
<i>Supporting Accountability to Parliament</i> This category is limited to reporting to Parliament and others as appropriate on matters arising from audits, inquiries, and other studies, 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.	5,636	328	5,964
Total Multi-Category Expenses and Capital Expenditure	16,676	1,314	17,990
Total Annual Appropriations and Forecast Permanent Appropriations	114,879	(1,137)	113,742

Capital Injection Authorisations

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Controller and Auditor-General - Capital Injection (M78) (A1)	1,508	(1,308)	200

Supporting Information

Part 1 - Vote as a Whole

1.2 - Trends in the Vote

Summary of Financial Activity

	2020/21				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	94,579	(1,510)	-	(1,510)	93,069
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	1,099	(88)	-	(88)	1,011
Capital Expenditure	2,525	(853)	-	(853)	1,672
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	16,676	1,314	-	1,314	17,990
<i>Other Expenses</i>	-	-	-	-	-
<i>Capital Expenditure</i>	-	N/A	-	-	-
Total Appropriations	114,879	(1,137)	-	(1,137)	113,742
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) (A1)

Scope of Appropriation

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

Expenses and Revenue

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	94,429	(1,510)	92,919
Revenue from the Crown	-	-	-
Revenue from Others	94,429	(1,510)	92,919

Reasons for Change in Appropriation

This appropriation decreased by \$1.510 million to \$92.919 million for 2020/21 due to COVID impacting Audit and Assurances activity and revenue earned.

Memorandum Account

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Name of Memorandum Account			
Opening Balance at 1 July	199	(1,758)	(1,559)
Revenue	94,429	(2,210)	92,219
Expenses	93,133	(1,994)	91,139
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	1,495	(1,274)	221

2.3 - Departmental Capital Expenditure and Capital Injections

Controller and Auditor-General - Capital Expenditure PLA (M78) (A1)

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

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	685	378	1,063
Intangibles	1,688	(1,383)	305
Other	152	152	304
Total Appropriation	2,525	(853)	1,672

Significant Projects

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Property, Plant and Equipment	685	378	1,063
Information Systems Strategy: Intangibles	1,688	(1,363)	305
Total	2,373	(985)	1,368

What is Intended to be Achieved with this Appropriation

This appropriation is intended to maintain and develop the assets for the Office in key areas of technology (both hardware and software) and maintenance or development of office assets (furniture and fittings).

Reasons for Change in Appropriation

The decrease in this appropriation is due to COVID impacting the information systems strategy. Significant technology assets and now expected to be in use in 2021/22 rather than 2020/21.

*Capital Injections and Movements in Departmental Net Assets***Controller and Auditor-General**

Details of Net Asset Schedule	2020/21 Main Estimates Projections \$000	2020/21 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2020/21
Opening Balance	6,427	4,663	Supplementary Estimates opening balance reflects the audited results as at 30 June 2020.
Capital Injections	1,508	200	The impact of COVID impacted the amount of asset development for the Information Systems Strategy. The amount of assets expected to be in use in 2020/21 reduced by \$1.300 million.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	1,296	1,780	The impact of COVID on some planned programmes lowered expenditure. In addition, the higher revenue expected from the triennial audits of Local Authorities have impacted the expected surplus to be retained.
Other Movements	-	-	
Closing Balance	9,231	6,643	

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

4 - Multi-Category Expenses and Capital Expenditure

Statutory Auditor Function (M78) (A1)

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, Inquiries, and other studies

This category is limited to undertaking and reporting on performance audits, inquiries, and other studies 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, inquiries, and other studies, 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

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	16,676	1,314	17,990
Departmental Output Expenses			
Performance Audits, Inquiries, and other studies	11,040	986	12,026
Supporting Accountability to Parliament	5,636	328	5,964
Funding for Departmental Output Expenses			
Revenue from the Crown	16,233	986	17,219
Performance Audits, Inquiries, and other studies	11,040	986	12,026
Supporting Accountability to Parliament	5,193	-	5,193
Revenue from Others	443	328	771
Supporting Accountability to Parliament	443	328	771

Reasons for Change in Appropriation

This appropriation increased by \$1.314 million to \$17.990 million for 2020/21 due to:

- an expense transfer from 2019/20 to 2020/21 of \$1.008 million to reflect delays in planned work caused by COVID-19
- an increase in revenue of \$328,000 from the Ministry of Foreign Affairs and Trade to support Audit Offices in the Pacific.

This increase was partially offset by:

- a reduction of \$22,000 to reflect the reduced capital charge from 6% to 5% from 1 July 2020.

What is Intended to be Achieved with each Category and How Performance will be Assessed

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Departmental Output Expenses			
Performance Audits, Inquiries, and other studies			
Percentage of performance audits that are concluded and their findings reported within the expected time period	At least 75%	Measure removed	Measure removed
Percentage of performance audits that are concluded and their findings reported within six months	New measure. At least 10%	17%	At least 10%
Percentage of performance audits that are concluded and their findings reported within ten months	New measure. At least 70%	50%	At least 70%
Percentage of performance audits that are concluded and their findings reported within 12 months	New measure. 100%	75%	100%
Percentage of other publications concluded and their findings reported within the expected time period (see Note 1)	New measure. At least 75%	50%	At least 75%
Supporting Accountability to Parliament			
Percentage of Ministers who rate our Ministerial letters (reports to them on our annual audits) as satisfactory	At least 85%	Measure removed	Measure removed
The monthly Controller reports (for the months of September to May) are provided to the Treasury within 5 working days of receiving the Treasury's monthly reports and statements	All 9 reports	All 9 reports	All 9 reports

Note 1 - This reflects: research reports; sector reports and letters; good practice guides, and any other publications that have been published on our external website, that have not already been reported elsewhere.