



(Treasury, 2020c: 4)

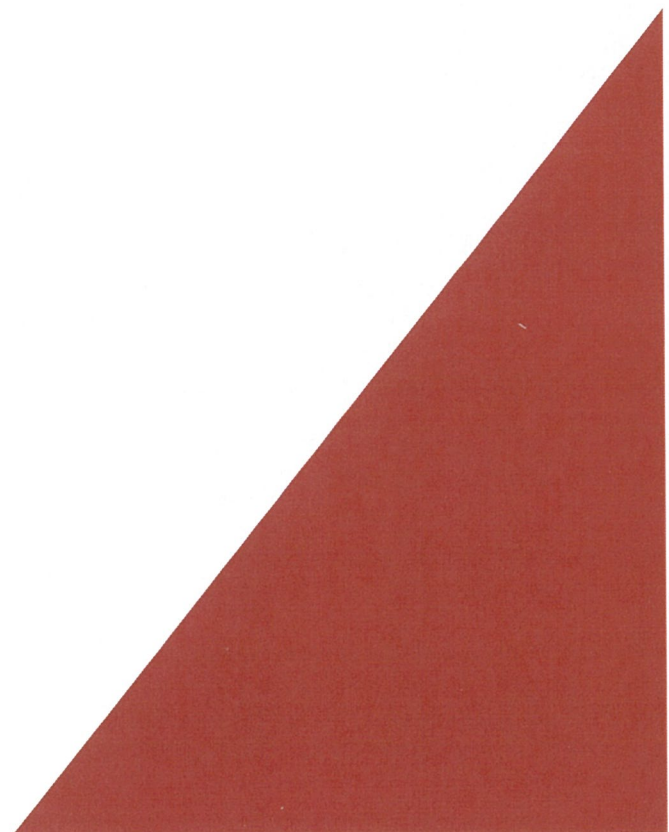
New Zealand Government

# Financial Statements of the Government of New Zealand

for the year ended 30 June 2020

24 November 2020

**EMBARGO:** Contents not for communication in any form  
before 2pm on Tuesday 24 November 2020



# Financial Statements of the Government of New Zealand

for the year ended 30 June 2020

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#### **Internet**

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# Commentary on the Financial Statements

## Fiscal Overview

FISCAL STRATEGY

### Operating revenue

Ensure a progressive taxation system that is fair, balanced, and promotes the long-term sustainability and productivity of the economy.

### Operating expenses

Maintain its expenditure to within the recent historical range of spending as a ratio of GDP. Ensure expenditure is phased, controlled, and directed to maximise its benefits, in particular prioritising investments to address the long-term financial and sustainability challenges facing New Zealand.

### Operating balance (before gains and losses)

Deliver a sustainable operating surplus (before gains and losses) across an economic cycle.

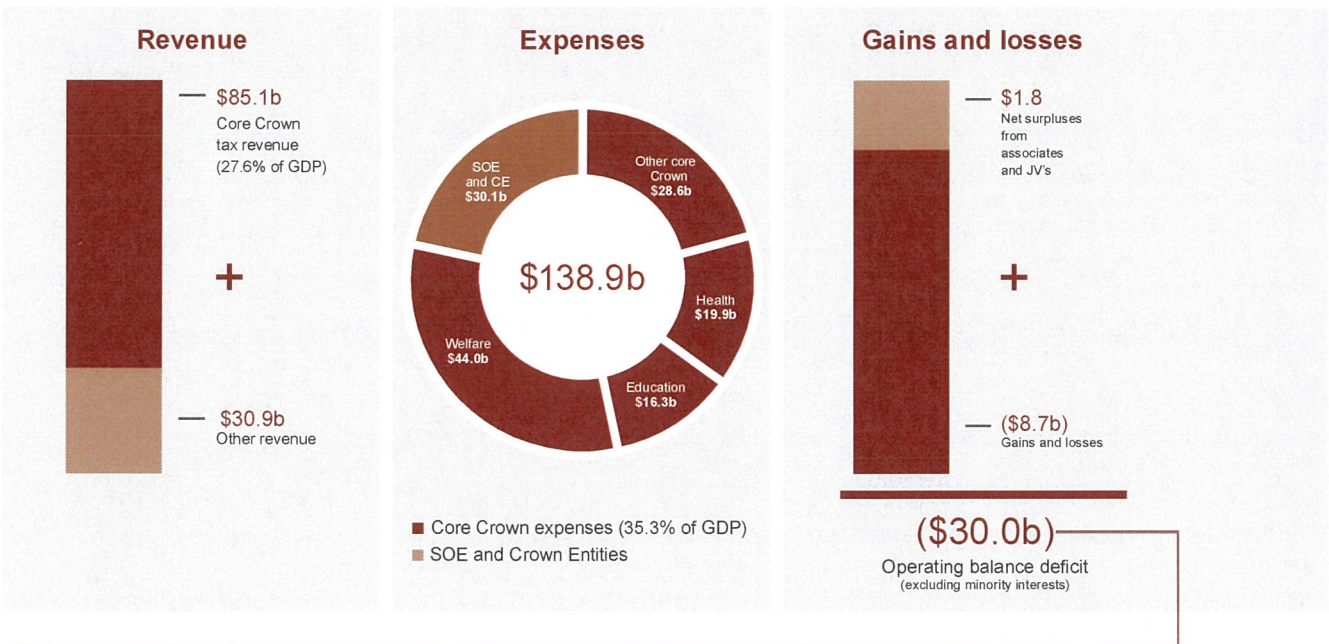
## Total Crown

The difference between total Crown revenue and expenses gives us the operating balance before gains and losses (OBEGAL)

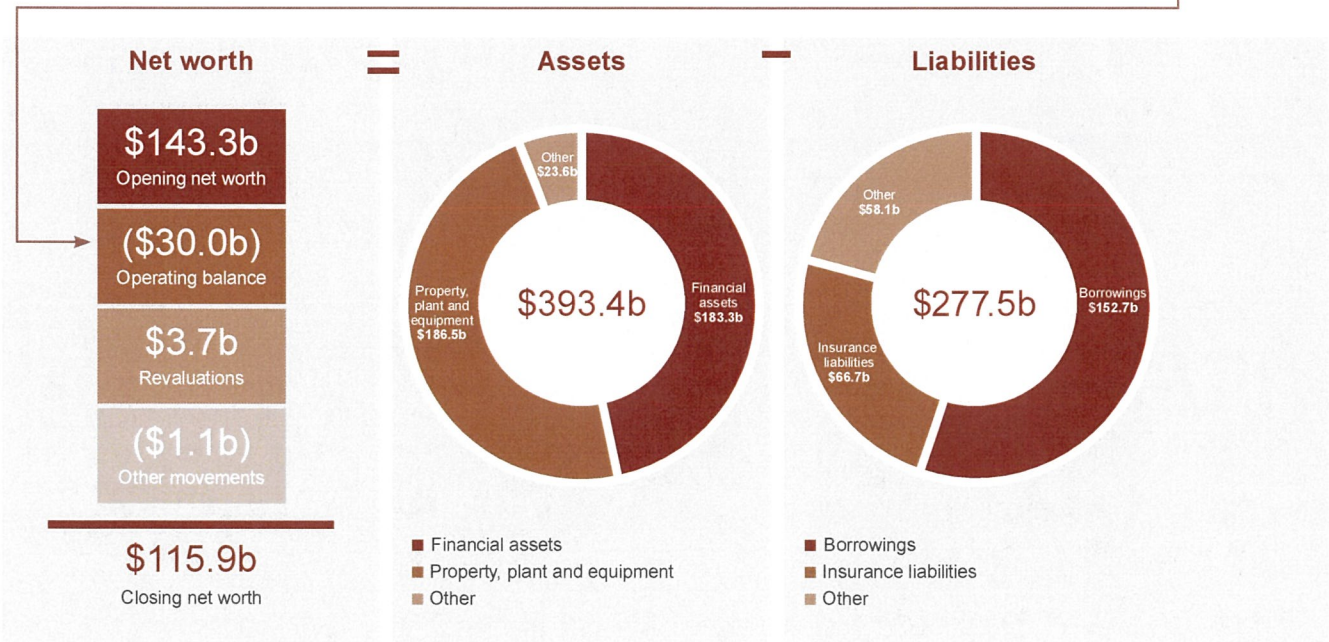
$$\begin{array}{r}
 \$116.0b \\
 \text{TOTAL REVENUE}
 \end{array}
 -
 \begin{array}{r}
 \$138.9b \\
 \text{TOTAL EXPENSES}
 \end{array}
 =
 \begin{array}{r}
 (\$23.1b) \\
 \text{OBEGAL (excluding minority interests)}
 \end{array}$$

- minority interests \$0.2b

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2020 FINANCIAL RESULTS



Numbers may not add due to rounding.