

Commerce Commission Performance Update

1 July 2019 to 31 December 2019

Non-financial Performance

Output Performance Measures Results

	Year to date		Full year
	Actual		Budget
Competition			
Percentage of merger clearance decisions made within 40 working days when no letter of issues is sent to parties	75%		75%
Average number of working days from date of decision to date of publication of reasons for declined clearance applications	N/A		10 days
Number of Commerce Act 1986 matters completed	8		5–20
Percentage of competition investigations decided within 18 months of the investigation being opened	88%		75%
Percentage of investigations involving a court action, statutory undertaking or negotiated settlement response, meeting our internal process quality standards	100%		100%
Consumer			
Number of Credit Contracts and Consumer Finance Act matters completed	16		50–100
Number of product safety and information standards matters completed	39		75–150
Number of Fair-Trading Act Matters completed	174		175–300
Percentage of Fair-Trading Act investigations decided within 12 months of the investigation being opened	95%		95%
Percentage of credit investigations decided within 18 months of the investigation being opened	92%		95%
Percentage of investigations involving a court action, statutory undertaking or negotiated settlement response, meeting our internal process quality standards	100%		100%
Regulation			
Number of determinations (includes determinations, clarifications, reviews and amendments)			
<i>Telecommunications</i>	8		0–10
<i>Fibre</i>	0		1
<i>Electricity lines services</i>	11		6–16
<i>Gas pipeline services</i>	2		2–5
<i>Specified airports services</i>	1		2–4
Average time to complete telecommunications determinations ¹			
<i>Telecommunications</i>	2.5 months		6 months
Fibre Input Methodology determination completed by 30 June 2020			
<i>Fibre</i>	Reported at year end		Achieved
Percentage of Part 4 of the Commerce Act determinations completed by statutory deadlines			
<i>Electricity lines services</i>	100%		100%
<i>Gas pipeline services</i>	N/A		100%
<i>Specified airports services</i>	N/A		100%
Number of reports completed (monitoring reports, summary and analysis reports and information disclosure reports)			
<i>Telecommunications</i>	4		0–9
<i>Electricity lines services</i>	4		0–7
<i>Gas pipeline services</i>	2		0–4
<i>Specified airports services</i>	0		0–3
<i>Dairy</i>	2		2
Part 4 inquiries			
<i>Number of Part 4 inquiries completed</i>	0		0–1
Quality assurance processes for determinations and code amendments are in place and applied			
<i>Telecommunications</i>	100%		100%
<i>Fibre</i>	Reported at year end		100%
<i>Electricity lines services</i>	100%		100%
<i>Gas pipeline services</i>	100%		100%
<i>Specified airports services</i>	100%		100%
Competition Studies			
All competition studies undertaken are completed within agreed timeframes	Achieved		Achieved
Major litigation			
Using the Fund according to conditions for use	Achieved		Achieved

Financial Performance

Income Statement

	Year to date		Full year
	Actual \$000	Budget \$000	Budget \$000
Revenue			
Revenue from the Crown	27,026	28,614	56,736
Other revenue	711	753	1,440
Total revenue	27,737	29,367	58,176
Expenditure			
Personnel	17,833	18,109	36,403
Legal and other professional fees	5,407	7,238	14,363
Other expenses	4,265	4,468	8,738
Total expenditure	27,505	29,815	59,504
Surplus/(deficit)	232	(448)	(1,328)

Expenditure by Output Class

	Year to date		Full year
	Actual \$000	Budget \$000	Budget \$000
Operating expenditure			
Competition	4,090	4,368	8,806
Consumer	7,726	8,162	16,413
Competition Studies	618	759	1,528
Telecommunications	3,260	3,416	6,623
Fibre	2,577	2,568	5,101
Electricity	3,702	3,699	7,346
Gas	663	771	1,531
Airports	166	411	816
Dairy	334	308	612
Internal Major Litigation	1,823	1,853	3,729
External Major Litigation	2,546	3,500	7,000
Total operating expenditure	27,505	29,815	59,504

Balance Sheet

	As at 31 December 2019 \$000	As at 30 June 2019 \$000
Equity		
General funds	13,504	9,271
Litigation cost reserve	3,000	3,000
Total equity	16,504	16,271
Assets		
Current assets	19,169	19,412
Non-current assets	5,197	5,029
Total assets	24,366	24,441
Liabilities		
Current liabilities	6,757	6,979
Non-current liabilities	1,105	1,190
Total liabilities	7,862	8,169
Net assets	16,504	16,271

1. This measure only includes routine determinations that are completed on a regular basis under the existing Telecommunications Act 2001. Distinct one-off determinations are excluded as inclusion would skew the average for the year in which they were completed so it is no longer comparable with other years.