

Costs incurred in preparing for the Government share offers

	Total to 30 September 2012 (\$m)	Total to 30 June 2012 (\$m)
Spending by the Treasury	14.086	10.136
Spending directly by the companies	7.030	5.116
Total	21.116	15.252

Source: the Treasury

Spending by the Treasury is against the Mixed Ownership Model appropriations in Vote Finance. Spending to date includes:

- costs of policy advice on the Mixed Ownership Model incurred in the pre-election scoping phase
- costs of policy advice on the companies, which would have been required regardless of the Government share offers
- supporting Ministers during the Select Committee process for the passing of the Mixed Ownership legislation
- consulting iwi regarding the Mixed Ownership Model in February 2012
- costs incurred by the Treasury regarding litigation relating to the Government share offers, including Waitangi Tribunal hearings

Spending directly by the companies	Total to 30 September 2012 (\$m)	Total to 30 June 2012 (\$m)
Genesis Energy	0.740	0.674
Meridian Energy	0.635	0.517
Mighty River Power	5.483	3.753
Solid Energy	0.172	0.172
Total	7.030	5.116

Source: Genesis Energy, Meridian Energy, Mighty River Power, Solid Energy

Spending directly by the companies:

- includes any external advice specifically commissioned by the companies for this purpose
- includes any staff hired specifically to work on preparing the company for the Government share offers, or existing staff working on preparing the company for the Government share offers, where their existing roles have been backfilled
- includes any additional costs for existing staff specifically related to preparing for the Government share offers
- excludes salary costs for existing staff who as part of their normal duties may have spent time working on matters related to the share offers, on the grounds that this is not an additional cost of the Government share offers

Additional information	Total to 30 September 2012 (\$m)	Total to 30 June 2012 (\$m)
Spending on outsourced services (this is included in spending directly by the Treasury)	10.517	7.611
<i>Spending on advertising and communications (this is included in spending on outsourced services)</i>	<i>2.627</i>	<i>1.302</i>

Source: the Treasury

Date: 26 October 2012