

VOTE *Official Development Assistance*

Official Development Assistance

Overview

The appropriations sought for Vote Official Development Assistance consists of annual appropriations for 2006/07 totalling \$113.987 million and multi-year appropriations for the period 1 July 2006 to 30 June 2009 totalling \$734.650 million. Total annual Vote expenditure during 2006/07 will be approximately \$358.885 million. This is to be spent as follows:

Departmental Appropriations

The departmental annual appropriations (GST exclusive) total \$25.838 million to be used to purchase from the New Zealand Agency for International Development (NZAID), a semi-autonomous agency within the Ministry of Foreign Affairs and Trade, the development, management and delivery of Official Development Assistance programmes incurring the following output expenses:

- \$19.906 million (5.55% of annual Vote expenditure) on Management of Official Development Assistance Programme.
- \$5.932 million (1.65% of annual Vote expenditure) on Strategic Advice and Evaluation.

Non-Departmental Appropriations

The Vote includes non-departmental appropriations for Other Expenses to be Incurred by the Crown consisting of 2 annual appropriations totalling \$88.149 million for 2006/07 and 2 multi-year appropriations totalling \$734.650 million for the three-year period 2006/07 to 2008/09, of which approximately \$244.898 million is allocated for the 2006/07 year.

Annual appropriations

- \$64.323 million (17.92% of annual Vote expenditure) on International Agency Funding payments.
- \$23.826 million (6.64% of annual Vote expenditure) on New Zealand Voluntary Agency Grants.

Multi year appropriations

Annual expenditure (GST exclusive) against these appropriations for 2006/07 will be approximately:

- \$166.588 million (46.42% of annual Vote expenditure) on Pacific Development Assistance.
- \$78.310 million (21.82% of annual Vote expenditure) on Global Development Assistance.

Details of how the appropriations are to be applied appear in Parts B1, B2 and C of this Vote.

Terms and Definitions Used

IFI	International Financial Institutions
NGO	Non-Governmental Organisation
NZAID	New Zealand Agency for International Development
ODA	Official Development Assistance

Minister Portfolio Table

34	Minister of Foreign Affairs
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Official Development Assistance

VOTE MINISTER: Minister of Foreign Affairs

ADMINISTERING DEPARTMENT: Ministry of Foreign Affairs and Trade

The Minister of Foreign Affairs is the Responsible Minister for the Ministry of Foreign Affairs and Trade

Part A - Statement of Objectives and Trends

Part A1 - Objectives for Vote

The services to be purchased under Vote Official Development Assistance contribute to the achievement of key Government goals through the design and management of an effective ODA programme centrally focused on the elimination of poverty through development partnerships, and with a core focus on the Pacific.

The departmental appropriations will be applied to the development, management and delivery of ODA, through the provision of bilateral and multilateral assistance programmes.

This involves:

- the development of strategies to meet the needs of partner countries and the design and management of assistance programmes
- the evaluation of development assistance programmes and the monitoring and review of projects
- strategic policy, planning and programming, coherent across Government, and advising the Government on the framework for ODA and effective ways of delivering the assistance
- forging and maintaining relationships with partner countries and development organisations
- working collaboratively with other donors and multilateral development agencies and civil society in ways that are aligned with partner countries' strategies.

The non-departmental appropriations directly fund the development assistance interventions through programmes and projects that are delivered directly to partner countries, and through multilateral arrangements.

Key Priorities and Related Government Outcomes

In contributing to the government's goal to eliminate poverty through development partnerships NZAID will direct effort in 2006/07 to the achievement of the following medium term outcomes:

- New Zealand's development partners have reduced poverty and less need for aid.
- Development outcomes are achieved through engagements based on mutual openness, trust and respect.
- NZAID has well aligned policies, strategies, culture, processes and resources to support its programmes.

Links between Departmental Output Expenses and Government Outcomes

NZAID's delivery of the following outputs will have a major focus on the intermediate outcome to **contribute to eliminating poverty through development partnerships**. In addition NZAID also contributes to and supports the following intermediate outcomes:

- Reduced risks to New Zealand from global and regional insecurity.
- New Zealand's international connections facilitate sustainable economic growth through increased international trade, foreign investment and knowledge transfer.
- A rules-based international system that supports our security and prosperity goals and promotes our values.

Output expense strategic advice and evaluation

- Contributing to the elimination of poverty through the provision of Strategic Advice on ways to eliminate poverty in developing countries, especially in the Pacific, and
- Coordination of the evaluation of development assistance through the development of evaluation policies, strategies and processes, the participation in reviews, and the provision of evaluations and the dissemination of evaluation findings for programme improvement.

Output expense management of official development assistance programmes

- Contributing to the elimination of poverty through the design and management of effective development assistance strategies, programmes and projects, and
- Forging and maintaining relationships with developing partner countries, development organisations and agencies, civil society and the wider New Zealand community, that support the achievement of poverty elimination.

These outputs will contribute to the Government's major outcome where we seek **New Zealand's voice is heard abroad and our security and prosperity interests are advanced and protected**.

Part A2 - Trends in Vote

Introduction

The allocation of funding for Vote Official Development Assistance is detailed in the trends table. Vote Official Development Assistance was established on 1 July 2002. Previously funding for ODA was channelled through Vote Foreign Affairs and Trade. The following explanations compare funding for ODA with comparable figures contained in both Votes ODA and Foreign Affairs and Trade's trend table.

The 2005/06 Vote ODA structure has changed for 2006/07. The result of the change is deletion of the Emergency Relief appropriation with the funding for this appropriation transferred into the Pacific Development Assistance and Global Development Assistance appropriations to be used for emergency relief responses from these appropriations. Vote ODA for 2006/07 consists of the following appropriations:

Output Expenses

Two departmental output expenses:

- Management of Official Development Assistance Programme.
- Strategic Advice and Evaluation.

Other Expenses to be Incurred by the Crown

Two annual appropriations:

- International Agency Funding.
- New Zealand Voluntary Agency Grants.

Two multi-year (three year) appropriations:

- Global Development Assistance.
- Pacific Development Assistance.

Departmental Output Trends: 2001/02 to 2006/07

Output expenses have increased from \$16.437 million (GST exclusive) in 2001/2002 to \$25.838 million (GST exclusive) in 2006/07. This increase is driven primarily by additional funding for increased ODA capability offset by exchange rate fluctuations against the New Zealand dollar, lower depreciation resulting from lower property values, and fluctuations in the rate of capital charge.

Other Expenses Trends: 2001/02 to 2006/07

ODA has risen by approximately \$117.391 million from \$215.656 million per annum in 2001/02 to approximately \$333.047 million per annum in 2006/07 including estimated expenditure of \$244.898 million in 2006/07 from the two, three-year multi-year appropriations.

Analysis by Appropriation Type: 2006/07 and 2005/06 Compared

Departmental output expenses

The annual appropriation for the two ODA departmental output expenses increases by \$2.000 million (8.42%) in 2006/07 relative to 2005/06. The increase reflects the additional resource in 2006/07 to manage the significant increase in ODA funding, offset by currency exchange rate and CPI movements.

Other expenses to be incurred by the Crown

The appropriations for Other Expenses to be Incurred by the Crown consist of two multi-year (three years) and two annual appropriations.

The **multi-year appropriations** (GST exclusive) totalling \$734.650 million for the three years 2006/07 to 2008/09 are equal to the sum of what would have been three annual appropriations for each of the three years starting from the 2006/07 year.

Budget 2006 has provided new funding of \$14.500 million per annum from the start of 2006/07 (\$43.500 million for the three years). The 2005/06 Main Estimates for the multi-year appropriations were

GST inclusive, and in terms of the 2004 amendments to the Public Finance Act 1989 the multi year appropriations starting from 1 July 2006 are GST exclusive. New funding provided in the 2006 Budget subject to the removal of GST, accounts for the increase between Main Estimates 2005/06 and 2006/07.

The **annual appropriations** totalling \$88.149 million include an increase of \$4.500 million per annum, due to the addition of new funding.

New Policy Initiatives by Appropriation

Initiative	Appropriation as shown in Part B	\$000 increase/(decrease)				
		2005/06	2006/07	2007/08	2008/09	2009/10
Increase to New Zealand's Official Development funding to maintain the Official Development Assistance GNI ratio at 0.27% that will enable New Zealand to address pressing development needs in the Pacific region, Asian and African countries, and beyond.	Departmental Output Expense - Management of Official Development Assistance Programme	-	1,500	1,500	1,500	1,500
	Departmental Output Expense - Strategic Advice and Evaluation	-	500	500	500	500
	Other Expense to be Incurred by the Crown - New Zealand Voluntary Agency Grants	-	1,500	1,500	1,500	1,500
	Other Expense to be Incurred by the Crown - International Agency Funding	-	3,000	3,000	3,000	3,000
	Other Expense to be Incurred by the Crown - Global Development Assistance	-	-	-	-	3,500
	Other Expense to be Incurred by the Crown - Pacific Development Assistance	-	-	-	-	11,000
Transfer of funding for the Himalayan Trust from Global Development Assistance to New Zealand Voluntary Agency Grants.	Other Expense to be Incurred by the Crown - Global Development Assistance	-	(290)	(290)	(290)	(290)
	Other Expense to be Incurred by the Crown - New Zealand Voluntary Agency Grants	-	290	290	290	290
Transfer of funding from annual appropriations to the two multi-year appropriations of Pacific Development Assistance and Global Development Assistance, and transfer of Emergency Relief appropriation to Global Development Assistance and Pacific Development Assistance.	Other Expense to be Incurred by the Crown - Emergency Relief	-	(19,476)	(19,476)	(19,476)	(19,476)
	Other Expense to be Incurred by the Crown - Global Development Assistance	-	(57,834)	(57,834)	(57,834)	16,976
	Other Expense to be Incurred by the Crown - Pacific Development Assistance	-	(153,088)	(153,073)	(153,059)	2,500
Total Initiatives for Annual Appropriations		-	(223,898)	(223,883)	(223,869)	21,000

Initiative	Appropriation as shown in Part B	\$000 increase/(decrease)				
		2005/06	2006/07	2007/08	2008/09	2009/10
Multi-Year Appropriations as shown in Part B2			2006/07 to 2008/09			
Transfer of funding from annual appropriations for Pacific Development Assistance, Global Development Assistance, and Emergency Relief to the two multi-year appropriations of Pacific Development Assistance and Global Development Assistance.	Other Expense to be Incurred by the Crown - Global Development Assistance	-		224,430		-
	Other Expense to be Incurred by the Crown - Pacific Development Assistance	-		466,720		-
Increase to New Zealand's Official Development funding to enable New Zealand to address pressing development needs in the Pacific region, Asian and African countries, and beyond.	Other Expense to be Incurred by the Crown - Global Development Assistance	-		10,500		-
	Other Expense to be Incurred by the Crown - Pacific Development Assistance	-		33,000		-
Total Initiatives for Multi-Year Appropriations		-		734,650		

Part B - Statement of Appropriations

Summary of Financial Activity

	2001/02	2002/03	2003/04	2004/05	2005/06		2006/07 Appropriations to be Used				2007/08	2008/09	2009/10	
	Actual \$000	Actual \$000	Actual \$000	Actual \$000	Budget \$000	Estimated Actual \$000	By the Department Administering the Vote		For Non-Departmental Transactions		Total \$000	Estimated \$000	Estimated \$000	Estimated \$000
							Annual \$000	Other \$000	Annual \$000	Other \$000				
Appropriations														
Output Expenses	-	18,003	19,583	20,653	23,873	23,873	25,838	-	-	-	25,838	25,757	25,757	25,558
Benefits and Other Unrequited Expenses	-	-	-	-	-	-	N/A	N/A	-	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-	N/A	N/A	-	-	-	-	-	-
Other Expenses	-	224,058	70,639	70,406	83,359	83,359	-	-	88,149	-	88,149	88,149	88,149	329,242
Capital Expenditure	-	-	-	-	-	-	N/A	N/A	-	-	-	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	-	N/A	N/A	-	-	-	-
Total Appropriations	-	242,061	90,222	91,059	107,232	107,232	25,838	-	88,149	-	113,987	113,906	113,906	354,800
Crown Revenue and Receipts														
Tax Revenue	-	-	-	-	-	-	N/A	N/A	N/A	N/A	-	-	-	-
Non-Tax Revenue	-	-	-	-	-	-	N/A	N/A	N/A	N/A	-	-	-	-
Capital Receipts	-	-	-	-	-	-	N/A	N/A	N/A	N/A	-	-	-	-
Total Crown Revenue and Receipts	-	-	-	-	-	-	N/A	N/A	N/A	N/A	-	-	-	-

Part B1 - Details of Appropriations

Appropriations	2005/06				2006/07		Scope of 2006/07 Appropriations
	Budget		Estimated Actual		Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Departmental Output Expenses (General)							
Management of Official Development Assistance Programme (M34)	18,443	-	18,443	-	19,906	-	- The purchase of the design and management of development assistance programmes, including the monitoring of projects and the contracting for management of development projects. Reason for Change: Additional funding for the design, and the management for the expansion of existing assistance programmes and the implementation of new assistance programmes resulting from increased funding to the ODA programme appropriations.
Strategic Advice and Evaluation (M34)	5,430	-	5,430	-	5,932	-	- The purchase of the development of regional, country, sectoral and thematic strategies and the evaluation of the effectiveness of development assistance. Reason for Change: Additional funding to provide strategic advice and evaluative advice and services for the expansion of existing assistance programmes and the implementation of new assistance programmes resulting from increased funding to the ODA programme appropriations.
Total Departmental Output Expenses (General)	23,873	-	23,873	-	25,838	-	
Other Expenses to be Incurred by the Crown							
International Agency Funding (M34)	61,323	-	61,323	-	64,323	-	- Contributions to international development agencies for multilateral humanitarian and development policy and programme activity. Reason for Change: Increased funding to enable New Zealand to address pressing development needs in the Pacific region and beyond, and thereby contribute to New Zealand's interests in a stable and secure Asia Pacific region.
New Zealand Voluntary Agency Grants (M34)	22,036	-	22,036	-	23,826	-	- Contributions to non-government organisations providing humanitarian and development assistance overseas, conducting development education within New Zealand and providing capacity building and co-ordination support to New Zealand NGOs. Reason for Change: Increased funding to enable New Zealand to address pressing development needs in the Pacific region and beyond, and thereby contribute to New Zealand's interests in a stable and secure Asia Pacific region.
Total Other Expenses to be Incurred by the Crown	83,359	-	83,359	-	88,149	-	
Total Appropriations	107,232	-	107,232	-	113,987	-	

Part B2 - Details of Multi-Year Appropriations

Appropriations	Current Appropriation \$000	Scope of Appropriations
Other Expenses to be Incurred by the Crown		
Global Development Assistance (M34)		
Original Appropriation	234,930	Development assistance and contributions for Asian, African, Latin America, Caribbean, and Middle Eastern countries, and humanitarian assistance to non Pacific Island countries. The Minister requires NZAID to work with development partners to ensure aid expenditure is targeted as close as possible to need.
MYA Commences	1 July 2006	
MYA Expires	30 June 2009	
Adjustments 2005/06	-	
Appropriation	234,930	
Estimated Actual to 2005/06 Year End	-	
Estimated Actual to 2006/07 Year End	78,310	
Pacific Development Assistance (M34)		
Original Appropriation	499,720	Development programme and humanitarian assistance and contributions for Pacific Island countries. The Minister requires NZAID to work with development partners to ensure aid expenditure is targeted as close as possible to need.
MYA Commences	1 July 2006	
MYA Expires	30 June 2009	
Adjustments 2005/06	-	
Appropriation	499,720	
Estimated Actual to 2005/06 Year End	-	
Estimated Actual to 2006/07 Year End	166,588	

Part C - Explanation of Appropriations for Output Expenses

Part C1 - Departmental Output Expenses

These output expenses are incurred on activities directed to the management of New Zealand's Official Development Assistance, focused on the provision of bilateral and multilateral assistance programmes.

The type of development assistance delivered ranges from grants, funding projects, education and training opportunities to the supply of materials and technical assistance.

Management of Official Development Assistance Programme

This output expense involves:

- the design and management of development assistance programmes, for different countries, regions, regional or international agencies focused on the elimination of poverty
- the allocation of resources to, and composition of, each development cooperation programme after consultation with partners (governments, agencies, NGOs etc)
- development of governance structures for programme/project activities to ensure effective development outputs and outcomes from the assistance
- management of feasibility, design, implementation, and review activities within various programmes
- the monitoring of programmes/projects and contracting for development projects management
- forging and maintaining relationships that achieve poverty elimination with developing country partners, Pacific regional agencies, international development agencies of organisations such as the United Nations and Commonwealth, International Financial Institutions (IFIs), International NGOs, civil society and the wider New Zealand community
- drawing on poverty analysis in the preparation of development programmes, taking into account human rights, gender issues, equity and environmental principles.

This output expense also includes managing the effective delivery of both direct and indirect assistance that addresses the underlying causes of poverty. Direct assistance aims to help communities and individuals to fulfil their basic needs, and indirect assistance aims to create and sustain social, cultural, environmental and economic conditions conducive to the elimination of poverty. Assistance will be provided through bilateral, regional, NGO, IFI and multilateral programmes.

Strategic Advice and Evaluation

Description

This output expense involves:

- sectoral and thematic policy formation and the development of strategic plans for NZAID's engagement in sectors and in addressing cross-cutting issues. These will be consistent with international good practice, NZAID's areas of comparative advantage and partner countries' priorities and goals. They aim to achieve coherence with wider New Zealand positions and with other key funders as appropriate including identifying investment targets for some specific sectors against overall development targets

- the development of strategies for NZAID's regional engagement and for programmes including individual bilateral programme strategies for core bilateral partners. NZAID works in the Pacific primarily, but also has a significant Asian programme and smaller programmes in Latin America and Africa
- New Zealand representation and policy contributions to international development debates and relevant global plans of action including strategic coordination with international development agencies
- the appraisal of new development assistance proposals or designs and the analysis around the impact of delivery mechanisms and contracting on development outcomes. This also involves the provision of specialist advice to the programming groups within NZAID that contribute to high quality project design and implementation
- the development of an evaluation framework, including guidelines, strategies, plans, processes and capability building
- the conducting of evaluations to assess the effectiveness and impact of investments in development assistance and the sustainability of benefits, in order to improve existing investments, to demonstrate accountability and to learn lessons to inform future development assistance investment decisions.

In addition this output expense includes:

- advice on the implementation of government policy with regard to ODA, including ODA levels and programme balance
- oral and written briefings and preparation of speech notes not provided in the course of delivering other services.

Management Priorities

NZAID will focus ODA growth in programmes that directly support the areas of concentration. This will result in:

- significantly expanded bilateral programmes in Vanuatu, Papua New Guinea, Solomon's Islands, Fiji, Indonesia and Vietnam
- sectoral programmes that would see New Zealand lift its contribution in the Pacific in the key areas of economic growth and livelihoods, education, health (including water and sanitation) and governance and leadership
- whole of government support for sustaining viable communities in Niue, Tokelau and Cook islands, where we have special relationships
- increased support to New Zealand-based development NGOs and key multilateral agencies that are assessed as highly effective and particularly relevant to New Zealand's interests
- strengthening New Zealand's capability to effectively contribute to addressing international humanitarian crises arising out of conflict and natural disasters.

NZAID will continue implementation of new and enlarged programmes in these areas so that, subject to economic growth remaining within forecast limits, that New Zealand reports 0.27% ODA expenditure as a percentage of GNI in 2006/07, and 0.28% in the following year.

NZAID will continue to develop its departmental capability in Wellington and offshore to ensure the efficient and effective delivery of these new and enlarged programmes.

For the 2006/07 financial year additional management priorities will be to:

- Facilitate policy coherence and whole of government approaches around ODA.
- Complete the development of a comprehensive suite of programme tools to improve the design, implementation, evaluation and monitoring of ODA programmes and activities.
- Complete and roll out NZAID's new integrated information system for activity management, contracting and scholarship administration.
- Review and identify options for accommodating additional Wellington based staff once numbers exceed available space around 2007 or 2008.
- Achieving certainty around funding increases for the three financial years from 2005/06 that has permitted NZAID to implement more targeted and strategic programmes than has been possible previously. NZAID will work with ministers to see if a rolling three-year funding profile can be developed from the 2007/08 Budget.

Outcome Performance - Areas of Measurement

The following areas of measurement are considered to be the ones most critical to the achievement of the outcomes sought by Ministers:

(See the Statement of Intent for the performance indicators related to these areas)

Effective programmes and tangible results

Programmes aim to achieve tangible improvements to the poverty indicators of partner countries in the long term.

Programme harmonisation

Bilateral programmes increasingly align planning processes, reporting and priorities with those of partner countries and other development agencies.

Engagement and ownership by New Zealand stakeholders

In line with the Statement of Government Intentions for an Improved Community-Government Relationship, there will be good collaboration with the wider New Zealand development community to increase overall ODA effectiveness; ensure New Zealand Government development policies and perspectives are effectively represented abroad; and strengthen the New Zealand public's understanding of and support for NZAID's work.

Policies, strategies and planning

NZAID will have clear policies, and sound strategies guiding and directing its work.

Capability aligned to agreed outcomes

As New Zealand's ODA programme grows and evolves, NZAID will ensure that ministers receive timely, independent advice around targeting ODA resources that accurately reflects (or is accompanied by) the views of other interested departments.

Capability and Culture that supports ways NZAID needs to work

NZAID will ensure it has the people and the systems required to achieve sound development outcomes within the normal accountability and transparency requirements placed on New Zealand public sector departments.

Part D - Explanation of Appropriations for Other Operating Flows

Part D3 - Other Expenses

The Government's direction and focus of New Zealand's Official Development Assistance (ODA) reflects the importance the Government places on New Zealand's obligation, as a good international citizen, to provide development assistance to nations less fortunate than ourselves, to focus that assistance on effective poverty elimination and to ensure that our Pacific neighbourhood remains a core focus for our efforts.

NZAID will foster strategic outcomes that contribute most effectively to poverty elimination by concentrating its development assistance on activities that help to create safe, just and inclusive societies; to meet basic needs, and to achieve environmental sustainability and sustainable livelihoods. In doing so NZAID will maintain a core focus on the Pacific, while continuing to provide assistance to Asian, African, and Latin American countries.

NZAID's expected areas of concentration are:

- Ensuring every Pacific child has access to a good education.
- Helping reverse the growing incidence of lifestyle diseases and HIV/AIDs in the Pacific.
- Meeting the basic needs of Pacific communities through the provision of access to clean water, good sanitation and adequate healthcare.
- Improving the skills and knowledge of Pacific leaders and their officials.
- Fostering sustainable economic growth and improved livelihoods across the Pacific and Asia, including through strengthening the impact of trade in addressing poverty.
- Contributing to regional and multilateral approaches to the management of common challenges such as preparation and protection against natural disasters, and the pursuit of security and prosperity.
- Ensuring a rapid and effective response to international and humanitarian crisis.

Details of the planned spending for ODA programmes will be available on the NZAID website: www.nzaid.govt.nz.

New Zealand Voluntary Agency Grants

This annual appropriation provides funding assistance to enable New Zealand non-government organisations (NGOs) to deliver community development and humanitarian assistance programmes in developing countries.

The appropriation also includes annual core funding to NZ-based national NGOs within the framework of negotiated multi-year agreements, and funding activities carried out by NZ NGOs to raise public awareness and understanding of international aid and development matters and the role played by NZAID and NZ NGOs.

International Agency Funding

This annual appropriation provides contributions to international humanitarian and development agencies, such as the United Nations and the World Bank, to assist them in developing and delivering multilateral development and humanitarian programmes. The funding may take the form of core contributions as well as grant funds for specific activities. The aim of this assistance through multilateral funding arrangements is to address humanitarian needs, deliver effective development programmes and create and sustain social, cultural, environmental and economic conditions conducive to the elimination of poverty.

Global Development Assistance

This multi year appropriation provides funding for selected bilateral and regional humanitarian and development assistance programmes in Asia, parts of Africa and Latin America. The appropriation provides funding through partner governments, UN agencies, International Financial Institutions, NGOs and other delivery mechanisms for programmes; funds contracts for the delivery of projects; and funds education assistance and scholarships, and provides for humanitarian assistance in non-pacific island countries.

The Minister requires NZAID to work with development partners to ensure aid expenditure is targeted as close as possible to need

Pacific Development Assistance

This multi year appropriation provides funding for selected Pacific Island countries and regional development assistance programmes. The appropriation provides funding through partner governments, Pacific regional agencies, UN agencies, NGOs and other delivery mechanisms for programmes; funds contracts for the delivery of activities; funds education assistance and scholarships, and provides for humanitarian and disaster management assistance in Pacific island countries.

The Minister requires NZAID to work with development partners to ensure aid expenditure is targeted as close as possible to need.

Part G - Statement of Reconciliations

Part G1 - Changes in Appropriation Categories

2005/06 Three Year Multi-Year Appropriations in Old (2005/06) Vote Structure	\$000	Structure Changes	\$000	Three Year Multi-Year Appropriations in New (2006/07) Vote Structure	2005/06 \$000	2006/07 \$000
Other Expenses to be incurred by the Crown 3 Year Multi-Year Appropriations (GST Inclusive)						
Emergency Relief	91,648	Emergency Relief	(91,648)			
Global Development Assistance	166,226	Global Development Assistance	84,148	Global Development Assistance	250,374	-
Pacific Development Assistance	396,241	Pacific Development Assistance	7,500	Pacific Development Assistance	403,741	-
	654,115		-		654,115	-
Other Expenses to be Incurred by the Crown 3 Year Multi-Year Appropriations				Global Development Assistance	-	234,930
				Pacific Development Assistance	-	499,720
Total Other Expenses to be Incurred by the Crown 3 Year Multi-Year Appropriations					-	734,650