



Cabinet

CAB Min (07) 12/1(31)

Minute of Decision

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Minister of Land Information

Copies to:

Prime Minister
Deputy Prime Minister
Minister of Finance
Hon Jim Anderton
Associate Minister of Finance
(Hon Trevor Mallard)
Controller and Auditor-General

2007 Budget Package: Vote Lands

On 19 April 2007, Cabinet:

1. **approved** the Budget initiatives for the above Vote for inclusion in the 2007 Budget package, as listed in the summary below and detailed in the attached initiative documents;

Summary of initiatives included in the attached initiative documents:

Operating Initiatives (Impact on Operating Balance)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2006/07	2007/08	2008/09	2009/10	2010/11
4313	Ocean Survey 20/20: Census of Antarctic Marine Life	-	3.600	-	-	-
4324	Crown Property Disposal Programme (CPDP)	-	0.400	0.400	0.400	0.400
Total Operating		-	4.000	0.400	0.400	0.400

2. **agreed** to establish new appropriations where required to implement these initiatives, as described in the attached initiative documents;
3. **approved** the changes to appropriations and/or projected balances of net assets of the administering department (where applicable) to implement the initiatives, as set out in the attached initiative documents;

4. **approved** the additional recommendations (where applicable) to give effect to the initiatives, as set out in the attached initiative documents;
5. **agreed** that the proposed changes to appropriations and/or projected balances of net assets for 2006/07 above be included in the 2006/07 Supplementary Estimates and that, in the interim, the increases be met from Imprest Supply;
6. **authorised** the Minister of Finance and the Vote Minister to approve jointly any technical adjustments to baselines necessary to remove any errors or inconsistencies identified while finalising the 2006/07 Supplementary Estimates, the 2007/08 Estimates and the fiscal forecasts;
7. **noted** that all communications relating to the 2007 Budget are co-ordinated by a Budget communications committee, and that any requests for early announcement will need to have both the written approval of the Minister of Finance and sign-off from the Prime Minister's office;

Secretary of the Cabinet

Reference: CAB (07) 135, CAB (07) 135A

Vote: Lands

Title: Ocean Survey 20/20: Census of Antarctic Marine Life

Description: An International Polar Year/Oceans Survey 20/20 initiative that will enable a better understanding of the species biodiversity and ecosystem function of the Ross Sea.

Theme: National Identity

Theme Objective: New Zealand in the world

Performance Information

Performance Text

Quality and timeliness performance measures will be specified in a contract for the survey voyage between LINZ, the Ocean Survey 20/20 co-ordinating agency, the lead agency (the Ministry of Fisheries) and the provider of the survey (NIWA) science.

Appropriation Changes

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11& Outyears
Operating Balance Impact	-	3.600	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	3.600	-	-	-

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11& Outyears
Departmental Output Expenses (General): Land and Seabed Data Capture and Processing (funded by Revenue Crown)	-	3.600	-	-	-
Total Operating	-	3.600	-	-	-
Total Capital	-	-	-	-	-

Vote: Lands

Title: Crown Property Disposal Programme (CPDP)

Description: A programme that disposes of Crown properties that are administered by LINZ but not held for any Crown purpose, thereby generating revenue and reducing ownership risk. (Note: This programme is in addition to disposals resulting from Treaty settlements and South Island High Country tenure reviews.)

Theme: National Identity

Theme Objective: Non-specific

Performance Information

Performance Table

	Unit of Measurement	Performance Specification				
		2006/07	2007/08	2008/09	2009/10	2010/11
Quantity						
Annual revenue generated from property sales	\$M	0.000	6.000	6.000	6.000	6.000
Timeliness						
Revenue target achieved	%	0	90	100	100	100

Performance Text

Properties included in the CPDP will be selected using a risk-based approach. Properties with high current or future management costs will be prioritised for disposal, reducing the Crown's ongoing property management costs and risks. Revenue generation potential will also be considered in selecting properties for inclusion in the CPDP and revenue projections are for \$24M over four years and \$6M per annum in outyears.

Appropriation Changes

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11
Operating Balance Impact	-	0.400	0.400	0.400	0.400
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.400	0.400	0.400	0.400

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11
Departmental Output Expenses (General):					
Crown Property Management and Disposal Services (funded by Revenue Crown)	-	0.400	0.400	0.400	0.400
Total Operating	-	0.400	0.400	0.400	0.400
Total Capital	-	-	-	-	-

Additional Recommendations

Initiative No: 4324

noted the following increase in forecast capital receipts as a result of this initiative:

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11
Surplus Government Properties - Sales	-	6.000	6.000	6.000	6.000

noted that funding is not sought for outyears beyond 2010/11 and that this initiative will not impact upon forecast capital receipts beyond 2010/11.

Vote: Lands

Title: Funding the transfer of special land under the Overseas Investment Regulations

Description: Fiscally neutral adjustment within LINZ baselines, but beyond the scope of Cabinet Office Circular CO (02) 17 to fund the costs of transfer of special land agreed to be acquired by the Crown under the Overseas Investment Regulations.

Appropriation Changes

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11& Outyears
Operating Balance Impact	-	-	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	0.200	0.100	0.100	0.100
Total	-	-	-	-	-

Vote Lands	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11
Departmental Output Expense: Crown Property Management and Disposal Services (funded by Revenue Crown)	-	0.200	0.100	0.100	0.100
Non Departmental Other Expenses: Residual Crown Leasehold Rents	-	(0.200)	(0.100)	(0.100)	(0.100)
Total Operating	-	-	-	-	-