

# **VOTE** *Pacific* *Island Affairs*

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# *Pacific Island Affairs*

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## Overview

Appropriations sought for Vote Pacific Island Affairs in 2005/06 total \$6.858 million. This is intended to be spent as follows:

- \$4.968 million (72% of the Vote) on the purchase of policy advice, monitoring and piloting of innovative programmes.
- \$626,000 (9% of the Vote) to provide and receive information from the Pacific communities and facilitate links between the communities and other government agencies and servicing of the Minister's Advisory Council.
- \$1.156 million (17% of the Vote) on the provision of business advice, information, support and education relating to business development, provided by the Pacific Business Trust.
- \$108,000 (2% of the Vote) on study and training awards for business development and scholarships.

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

# *Pacific Island Affairs*

VOTE MINISTER: Minister of Pacific Island Affairs

ADMINISTERING DEPARTMENT: Ministry of Pacific Island Affairs

The Minister of Pacific Island Affairs is the Responsible Minister for the Ministry of Pacific Island Affairs

## Part A - Statement of Objectives and Trends

### Part A1 - Objectives for Vote Pacific Island Affairs

#### *Objectives*

The Ministry exists to promote the development of Pacific peoples in New Zealand, so that they will be able to participate in and thus contribute fully to New Zealand's social and economic life. The Ministry is the Government's leading provider of advice concerning the wellbeing of Pacific peoples in New Zealand.

The Ministry has the mandate - through Government policy and resourcing - to advise, support and inspire appropriate actions across the whole range of government functions in order to improve this status.

The Ministry works towards this through providing high quality and timely advice to the Minister, other government agencies, and more generally, through providing advisory assistance to Pacific communities and also other entities whose activities impact on the lives of Pacific peoples - for example local authorities. The Ministry has a comprehensive set of relationships with, and linkages to, Pacific communities. These enable the Ministry to gain a clear understanding of the expectations and aspirations of Pacific peoples and also to communicate effectively with communities about the policies and programmes of Government that are relevant to them.

As a Ministry, the organisation is primarily focused on providing policy and communications advice. But in order to inform the policy advice produced, it is essential for the Ministry to have the ability to initiate and evaluate certain innovative projects for Pacific peoples. The intended result of such work is that the lessons learned from these projects and the like, can be translated into robust advice on what works, or is promising for contributing to the achievement of improved outcomes for Pacific peoples. Regional offices play a crucial role in supporting ventures and services that affect local Pacific communities.

Based on monitoring and evaluation work undertaken in the regions, the Ministry can provide analysis and advice on possible new policies, programmes, and communication strategies and provide assessments on the effectiveness of existing government services to Pacific peoples.

Finally, the Ministry works in ways that recognise and reflect the diversity of Pacific cultural values and aspirations.

## *Output Expenses*

In order to make an impact in these areas, the Government is purchasing the following:

- Policy Advice
- Communication
- Promotions - Business Development - Non-Departmental.

The Ministry has identified one Overall Outcome that describes the higher level result sought from the Ministry's own work and most significantly from the work of other agencies that deliver services to Pacific peoples:

*Pacific peoples achieve full social and economic participation in New Zealand society.*

This sought-for result is derived from the Ministry's vision - "Social and economic prosperity for Pacific peoples". It describes a result towards which many other agencies, groups and individuals also work.

"Full social and economic participation" is how the Ministry describes the future condition where the overall wellbeing of Pacific peoples - as measured by relevant socio-economic indicators of wellbeing such as employment, incomes, health, education levels, accommodation matches that of the general population. In human terms it means that Pacific peoples will then be making the same contributions to, and experiencing the same benefits from, participating in New Zealand society as all other New Zealanders.

The Ministry has identified three key Contributing Outcomes on which it has a major influence and that contribute to achieving the Overall Outcome above:

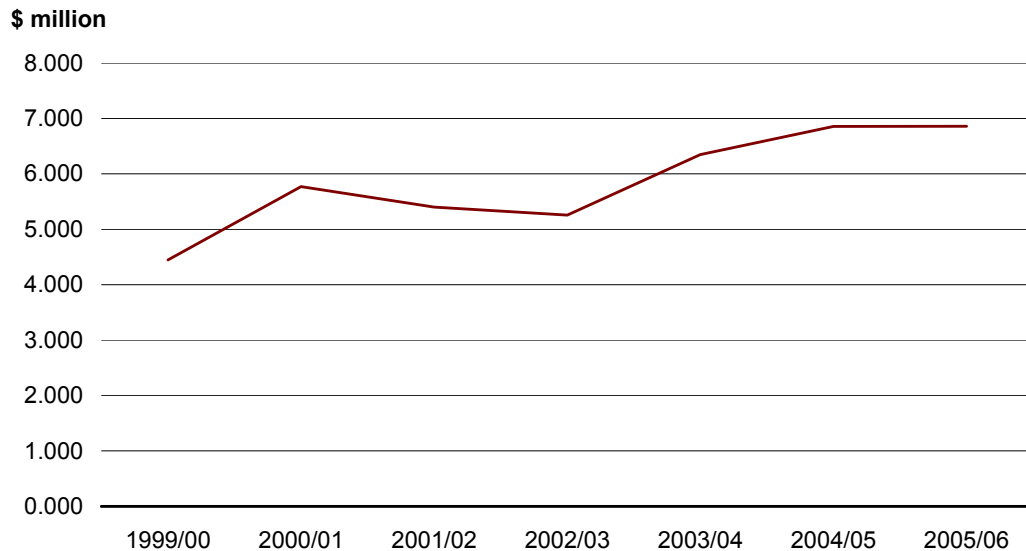
- 1 Barriers to, and constraints on, Pacific peoples' social and economic participation are reduced.
- 2 Government programmes, policies and strategies that promote Pacific people's social and economic participation are supported, and these are effectively communicated to Pacific communities.
- 3 Increased involvement and visibility of Pacific peoples in higher-level decision-making positions.

## Part A2 - Trends for Vote Pacific Island Affairs

### *Output Trends: 1999/2000 to 2005/06*

The Ministry of Pacific Island Affairs was established on 1 July 1990 and in its early years had policy and service delivery functions. The Ministry was restructured in the 1996 to 1998 years according to Government direction, and now is a policy Ministry that advises and monitors mainstream departments.

**Figure 1** - Trends in Appropriations 1999/2000 to 2005/06



Source: Ministry of Pacific Island Affairs

Figure 1 illustrates trends in appropriations for 1999/2000 to 2004/05. In 1999/2000 output class Pacific Developmental Initiatives was combined with output class Policy Advice to reflect the Government's direction that the Ministry becomes a policy Ministry. The Ministry also transferred the Minister's Pacific Island Affairs Advisory Council Vote from output class Policy Advice to output class Communications, which is a more logical place for it.

In 2000/01 the Ministry received additional funding to increase the Ministry's capability to achieve Key Government Goals by increased staff and information systems capacity. A \$100,000 capital contribution was received to meet increased capital requirements in relation to these increases. In addition two non-departmental output classes were established: "Pacific Island Community Workers" to purchase the services of Pacific Island community workers to deliver and achieve outcomes for Pacific capacity building as determined by the Cabinet; and "Special Action Housing Zone" to develop the capacity of Pacific housing groups to enable them to develop Pacific housing initiatives.

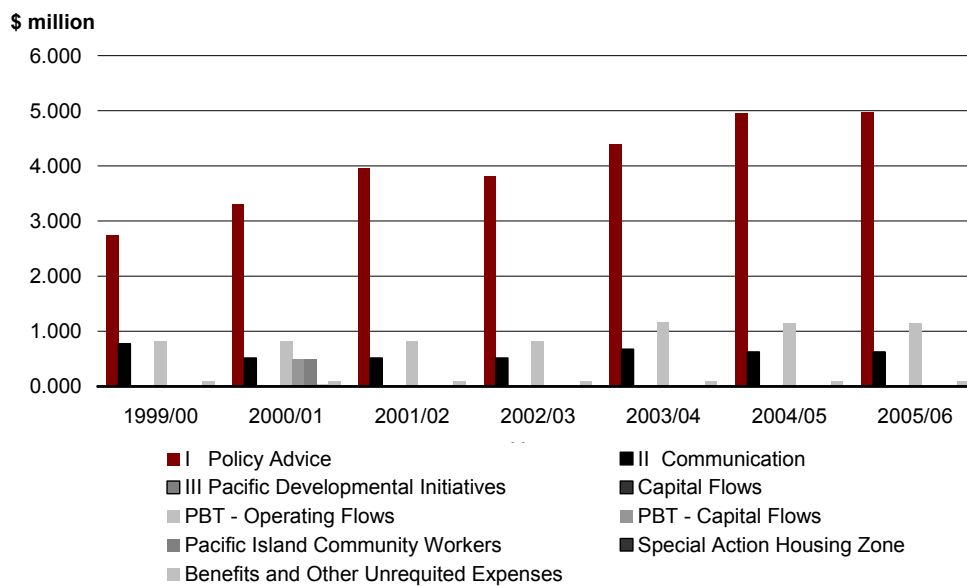
A capital contribution of \$500,000 was also received for the Pacific Business Trust to supplement their loan portfolio in the short term until research work was completed on the loans portfolio.

In 2001/02 the non-departmental output class Pacific Island Community Workers was transferred to output class Policy Advice to allow for flexibility in meeting any costs incurred in building the capacity of Pacific communities. The Ministry received a one off transfer from the Ministry of Education to complete a “Pacific Island Music Preservation” project and from the Ministry of Culture and Heritage for the “National Pacific Radio Network”. In addition the amount contained in the “Special Action Housing Zone” output class was transferred to Housing New Zealand Corporation to take maximum advantage of Housing New Zealand Corporation’s relatively greater experience in dealing with third-sector housing groups.

In 2003/04 the Ministry received a one off amount of \$102,000 to enable the Ministry to coordinate and organise the participation of Pacific communities as part of the cultural and social programmes of the Pacific Islands Leaders Forum held in Auckland in August 2003; and \$53,000 to undertake and manage the evaluation of Pacific Capacity Building. In addition the non-departmental output class Promotion and Business Development received an increase in appropriation of \$348,000 to extend and enhance the work of the Pacific Business Trust in promoting the participation of Pacific peoples in New Zealand’s economic development.

Following a strategic capability review undertaken in 2003 as directed by Budget Ministers, an increase in baseline allocation of \$1.164 million on an annual basis from 2004/05 and in outyears was approved. For the remainder of 2003/04, an amount of \$582,000 and capital of \$170,000 was allocated towards additional policy, monitoring, evaluation, nominations and human resource expertise and for systems and resources strengthening.

**Figure 2 - Trends in Appropriations for 1999/2000 to 2005/06**



Source: Ministry of Pacific Island Affairs

# New Policy Initiatives by Appropriation

Initiative	Appropriations as shown in Part B	\$000 increase/(decrease)				
		2004/05	2005/06	2006/07	2007/08	2008/09
Head Office Relocation	Departmental Output Expense - Policy Advice	0	47	124	124	124
<b>Total Initiatives</b>		<b>0</b>	<b>47</b>	<b>124</b>	<b>124</b>	<b>124</b>

## Trends in Vote Pacific Island Affairs - Summary of Financial Activity

	2000/01	2001/02	2002/03	2003/04	2004/05		2005/06 Appropriations to be Used				2006/07	2007/08	2008/09	
	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				
<b>Appropriations</b>														
Output Expenses	5,162	5,294	5,149	6,238	6,746	6,746	5,594	-	1,156	-	6,750	6,831	6,834	6,837
Benefits and Other Unrequited Expenses	108	108	108	108	108	108	N/A	N/A	108	-	108	108	108	108
Borrowing Expenses	-	-	-	-	-	-	N/A	N/A	-	-	-	-	-	-
Other Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure	500	-	-	-	-	-	-	-	-	-	-	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	-	N/A	N/A	-	-	-	-
<b>Total Appropriations</b>	<b>5,770</b>	<b>5,402</b>	<b>5,257</b>	<b>6,346</b>	<b>6,854</b>	<b>6,854</b>	<b>5,594</b>	<b>-</b>	<b>1,264</b>	<b>-</b>	<b>6,858</b>	<b>6,939</b>	<b>6,942</b>	<b>6,945</b>
<b>Crown Revenue and Receipts</b>														
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	-	-	-	-
<b>Total Crown Revenue and Receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



## Part B - Statement of Appropriations

### Part B1 - Details of Appropriations

	2004/05				2005/06		
	Budget		Estimated Actual		Vote		
Appropriations	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	Scope of 2005/06 Appropriations
<b>Departmental Output Expenses (General)</b>							
Policy Advice	4,964	-	4,964	-	<b>4,968</b>	-	This output expense involves policy, monitoring of policy advice and testing of developmental initiatives, in order to advance the capacity of Pacific peoples for self-development and the achievement of their aspirations.
Communications	626	-	626	-	<b>626</b>	-	This output expense involves the communication of information and government policy advice to and from Pacific communities through newsletters, public meetings and the Internet and the servicing of the Minister's Pacific Island Advisory Council.
<b>Total Appropriations for Departmental Output Expenses (General)</b>	5,590	-	5,590	-	5,594	-	
<b>Non-Departmental Output Expenses</b>							
Promotions - Business Development	1,156	-	1,156	-	<b>1,156</b>	-	This output expense involves the purchase of a range of services that will provide opportunities for Pacific peoples to gain the information and skills necessary to succeed in business.
<b>Total Appropriations for Non- Departmental Output Expenses</b>	1,156	-	1,156	-	1,156	-	

**Part B1 - Details of Appropriations (continued)**

	2004/05				2005/06		
	Budget		Estimated Actual		Vote		
Appropriations	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	Scope of 2005/06 Appropriations
<b>Benefits and Other Unrequited Expenses</b>							
Study and Training Awards for Business Development	100	-	100	-	<b>100</b>	-	This is for the promotion of positive role models for young Pacific people in New Zealand and the provision of scholarships for further education.
Welfare of Pacific Island People in New Zealand	8	-	8	-	<b>8</b>	-	This provides scholarships and seeding grants for projects with objectives falling within the strategic areas identified for the Ministry of Pacific Island Affairs.
<b>Total Appropriations for Benefits and Other Unrequited Expenses</b>	108	-	108	-	108	-	
<b>Total Appropriations</b>	6,854	-	6,854	-	6,858	-	

## Part C - Explanation of Appropriations for Output Expenses

### Part C1 - Departmental Output Expenses

#### *Output Expense - Policy Advice*

This output expense involves the purchase of policy advice by the Minister of Pacific Island Affairs. Integral to this output is the monitoring of policy advice and testing of developmental initiatives, by way of innovative projects, in order to advance the capacity of Pacific peoples for self-development and the achievement of their aspirations.

#### *Output Expense - Communications*

This output expense involves the communication of information and Government policy advice to and from Pacific communities through newsletters, public meetings and the Internet. The output expense also involves the servicing of the Minister's Pacific Island Affairs Advisory Council, which is an important communication medium.

### Part C2 - Non-Departmental Output Expenses

#### *Output Expense - Promotions - Business Development*

This output expense provides for the purchase of promotional outputs designed to encourage Pacific peoples into business and employment. Promotional outputs include:

- publications
- business workshops
- Pacific business awards
- servicing business networks
- research and development
- website.

## Quantity, quality and cost

Performance Measure	Performance Standard
<b>Quantity</b>	
<b>Promotional activities are targeted at the following groups:</b>	<b>Frequency</b>
Existing Pacific enterprises	Minimum of 10 business information newsletters circulated to 2,000 contacts per issue. Bi-annual business awards ceremony. Business website itemising PBT services and support.
Potential Pacific businesses	Minimum of 100 businesses to receive direct support. Minimum of 400 businesses to receive indirect support. 15 Pacific business related research projects. Minimum of 400 businesses to receive direct support. Minimum of 1,600 businesses to receive indirect support. 10 monthly business club evenings to provide business networking opportunities. 5 training workshops to be held.
Pacific students	Annual achievers publication of 30,000 copies to be produced and distributed. 20 business related research scholarships to be offered to Pacific tertiary students.
<b>Quality</b>	
<b>Target group surveyed</b>	<b>Minimum awareness achieved</b>
Existing Pacific business clients	Individual support available to entire client base. Coverage for all Pacific businesses and resources on database published. Valid sample of balance sheets analysed.
Potential Pacific businesses	Needs analysis completed. All workshops carried out by approved tutors.
Pacific students	Publication promoted to all secondary schools with over half of the roll being Pacific students.

## Cost

This output expense will be provided within the appropriated sum of \$1.156 million (exclusive of GST).

<b>2005/06</b>	Total output expense to be provided within (GST exclusive)	\$1,156,000
<b>2004/05</b>	Total output expense to be provided within (GST exclusive)	\$1,156,000

## Provider

Pacific Business Trust.

## Part E - Explanation of Capital Flows

### Part E1 - Explanation of Movements in Department Net Asset Schedules

#### *Explanation of Movements in Department's Net Asset Schedule*

Details of Net Asset Schedule for Ministry of Pacific Island Affairs	Estimated Actual 2004/05 \$ million	Projected 2005/06 \$ million	Explanation of Projected Movements in 2005/06
Opening Balance	0.581	0.581	
Capital Injections		0.418	Funds provided for capital works for new head office premises.
Capital Withdrawals			
Surplus to be Retained (Deficit Incurred)			
Other Movements			
Closing Balance	0.581	0.999	

### Part E2 - Statement of Estimated and Forecast Net Worth of Entities Owned

	Balance Date	Estimated Net Worth 2004 \$ million	Forecast Net Worth 2005 \$ million
Crown Entities:			
Pacific Business Trust	30 June	8.5	8.5

