

VOTE *Defence* *Force*

Terms and Definitions Used

HMNZS	Her Majesty's New Zealand Ship
LINZ	Land Information New Zealand
MCM	Mine Counter Measure
NCS	Naval Control of Shipping
NZDF	New Zealand Defence Force

Defence Force

VOTE MINISTER: Minister of Defence

ADMINISTERING DEPARTMENT: New Zealand Defence Force

The Minister of Defence is the Responsible Minister for the New Zealand Defence Force

Part B - Statement of Appropriations

Summary of Appropriations

	Appropriations to be Used				Total Appropriations \$000
	By the Department Administering the Vote		For Non-Departmental Transactions		
Types of Appropriation	Annual \$000	Other \$000	Annual \$000	Other \$000	
Operating Flows					
Classes of Outputs to be Supplied	1,611,435	-	-	-	1,611,435
Benefits and Other Unrequited Expenses	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	-	-	-
Capital Flows					
Capital Contributions	1,844	-	-	-	1,844
Purchase or Development of Capital Assets	-	-	-	-	-
Repayment of Debt	-	-	-	-	-
Total Appropriations for 2002/03	1,613,279	-	-	-	1,613,279
Total 2002/03 Main Estimates Appropriations	1,595,725	-	-	-	1,595,725

Part B1 - Details of Appropriations

	2002/03						Purpose of and Reasons for Change in 2002/03 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Departmental Output Classes (Mode B Gross)							
D1 Military Policy Development, Coordination and Advice	9,664	-	(244)	-	9,420	-	Purchase of advice to the Minister of Defence on military contributions to New Zealand's foreign policy and military responses to contingencies. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.
D2 Naval Combat Forces	514,292	-	6,644	-	520,936	-	Purchase the capabilities of HMNZ Ships TE KAHA, TE MANA and CANTERBURY, and associated Seasprite helicopters, prepared to conduct maritime operations and to contribute support services to the community. The Supplementary Estimates increase includes new funding to provide for a \$4.605 million increase in the cost of the Capital Charge following a 30 June 2002 revaluation of related land holdings. The balance of the increase reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.
D3 Naval Support Forces	31,190	-	280	-	31,470	-	Purchase the capabilities of the Fleet Replenishment Ship, HMNZS ENDEAVOUR, prepared to conduct operational and maritime logistic support for deployed military forces. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.

D4 Mine Counter Measures, Diving and Diving Support Forces	35,837	-	(2,475)	-	33,362	-	Purchase the capabilities of the Inshore Patrol Craft prepared to conduct mine counter measure (MCM) operations and route surveys in selected New Zealand ports, and coastal patrols, and purchase the capabilities of the Diving Support Vessel and Operational Diving Team. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.
D5 Naval Control of Shipping Forces	5,142	-	(249)	-	4,893	-	Purchase the capabilities of the Naval Control of Shipping (NCS) Organisation prepared to conduct control of shipping in times of threat. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.
D6 Hydrographic Data Collection and Processing for LINZ and Third Parties	8,456	-	(546)	-	7,910	-	Purchase the capabilities of the hydrographic and oceanographic survey ship, HMNZS RESOLUTION, to conduct hydrographic data collection and processing that meets contractual commitments to LINZ and third parties. The Supplementary Estimates adjustment reflects reduced contract work.
D7 Land Combat Forces	238,690	-	(8,893)	-	229,797	-	Purchase the capabilities of Land Combat Forces (command, control and intelligence, and infantry, armoured and reconnaissance force elements) prepared to conduct land operations. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.
D8 Land Combat Support Forces	154,814	-	(7,679)	-	147,135	-	Purchase the capabilities of Land Combat Support Forces (artillery, engineers and communications force elements) prepared to conduct land operations. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.
D9 Land Combat Service Support Forces	117,541	-	5,520	-	123,061	-	Purchase the capabilities of Land Combat Service Support Forces (transport and movements, medical, supply, repair and military police) prepared to conduct land operations. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.

Part B1 - Details of Appropriations (continued)

Appropriations	2002/03						Purpose of and Reasons for Change in 2002/03 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Departmental Output Classes (Mode B Gross) - cont'd							
D10 Specialised Forces	32,713	-	3,703	-	36,416	-	Purchase the capabilities of Specialised Forces prepared to conduct special forces operations in support of land operations, counter-terrorist operations, and the disposal of explosive devices and neutralisation of chemical and biological devices that threaten public safety or national interests. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.
D12 Maritime Patrol Forces	132,131	-	9,842	-	141,973	-	Purchase the capabilities of No 5 Squadron (P-3 Orion aircraft) prepared to conduct, in priority, maritime surveillance of New Zealand's EEZ, the Pacific region and the Southern Ocean, to conduct search and rescue missions, and to conduct maritime air operations. The Supplementary Estimates adjustment includes the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines and new funding of \$1.002 million to provide for the Capital Charge following a 30 June 2002 revaluation of related land holdings.
D13 Fixed Wing Transport Forces	188,250	-	11,139	-	199,389	-	Purchase the capabilities of No 40 Squadron (Boeing 727 and C-130 Hercules aircraft) prepared to conduct strategic and tactical air transport operations, including aeromedical evacuation. It has been agreed that Boeing 757 aircraft will replace the Boeing 727 during 2002/03 and the Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines. The change includes a funded Capital Charge increase of \$960,000 following a 30 June 2002 revaluation of related land holdings.

D14 Rotary Wing Transport Forces	87,210	-	(6,995)	-	80,215	-	Purchase the capabilities of No 3 Squadron (Iroquois helicopters) prepared to conduct tactical air transport, including aeromedical evacuation, and counter-terrorist operations. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.
D15 Miscellaneous Support Activities	8,098	-	161	-	8,259	-	Purchase the NZDF training infrastructure and planned support to regional defence forces and the New Zealand community. It includes support provided under the auspices of the Mutual Assistance Programme, support for the New Zealand Cadet Forces and training of Limited Service Volunteers. The Supplementary Estimates adjustment reflects the resource reprioritisation necessary to ensure that NZDF continues to meet its purchase agreement obligations within baselines.
D16 Operationally Deployed Forces	29,853	-	7,346	-	37,199	-	Purchase of deployed force elements on military tasks. The Supplementary Estimates adjustment recognises fiscally neutral transfers of \$6.946 million that provide for the regeneration of NZDF skills and capabilities following the withdrawal from Timor-Leste along with a transfer of \$1.190 million to Vote Social Development associated with income assistance for personnel involved in peacekeeping activities. The overall increase reflects the new funding of \$15.482 million agreed to provide for the cost of operations in Afghanistan, the Arabian Sea and the Gulf of Oman.
Total Appropriations for Departmental Output Classes (Mode B Gross)	1,593,881	-	17,554	-	1,611,435	-	
Capital Contributions to the Department							
Capital Investment	1,844	-	-	-	1,844	-	To provide for the purchase of basic equipment for the newly implemented NZDF Chemical and Biological Response capability.
Total Appropriations for Capital Contributions to the Department	1,844	-	-	-	1,844	-	
Total Appropriations	1,595,725	-	17,554	-	1,613,279	-	