

Vote Defence

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Defence (M22)

ADMINISTERING DEPARTMENT: Ministry of Defence

MINISTER RESPONSIBLE FOR MINISTRY OF DEFENCE: Minister of Defence

Details of Appropriations

Details of Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2007/08		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Departmental Output Expenses			
Audit and Assessment of Performance (M22)	1,890	19	1,909
Audits and assessments of the New Zealand Defence Force and of Ministry acquisition activity.			
Management of Equipment Procurement (M22)	3,713	58	3,771
Managing procurement or refurbishment, on behalf of the Crown, of various items of equipment contributing to a capability of the New Zealand Defence Force.			
Policy Advice (M22)	3,939	70	4,009
Policy advice, management of international defence relations and services to the Minister.			
Total Departmental Output Expenses	9,542	147	9,689
Capital Expenditure to be Incurred by the Department			
Ministry of Defence - Capital Expenditure PLA (M22)	-	238	238
This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Defence, as authorised by section 24(1) of the Public Finance Act 1989.			
Total Capital Expenditure to be Incurred by the Department	-	238	238
Capital Expenditure to be Incurred by the Crown			
Defence Equipment (M22)	252,195	38,080	290,275
Purchase of defence equipment for the New Zealand Defence Force.			
Total Capital Expenditure to be Incurred by the Crown	252,195	38,080	290,275
Total Annual and Permanent Appropriations	261,737	38,465	300,202

Details of Projected Movements in Departmental Net Assets

Ministry of Defence

Details of Net Asset Schedule	2007/08 Estimates Projections \$000	2007/08 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2007/08
Opening Balance	3,416	3,416	Supplementary Estimates opening balance reflects the audited results as at 30 June 2007.
Capital Injections	-	-	
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	3,416	3,416	

Information Supporting the Supplementary Estimates

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ADMINISTERING DEPARTMENT: Ministry of Defence

MINISTER RESPONSIBLE FOR MINISTRY OF DEFENCE: Minister of Defence

Part 1 - Summary of the Vote

Part 1.3 - Trends in the Vote

Summary of Financial Activity

	2007/08				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	9,542	147	-	147	9,689
Benefits and Other Unrequited Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	-	-	-
Capital Expenditure	252,195	238	38,080	38,318	290,513
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	261,737	385	38,080	38,465	300,202
Crown Revenue and Receipts					
Tax Revenue	-	N/A	N/A	-	-
Non-Tax Revenue	870	N/A	N/A	(323)	547
Capital Receipts	391,183	N/A	N/A	(137,953)	253,230
Total Crown Revenue and Receipts	392,053	N/A	N/A	(138,276)	253,777

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Ministry of Defence - Capital Expenditure PLA (M22)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Defence, as authorised by section 24(1) of the Public Finance Act 1989

Capital Expenditure

	2007/08		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	-	122	122
Intangibles	-	116	116
Other	-	-	-
Total Appropriation	-	238	238

Reasons for Change in Appropriation

This appropriation was forecast at \$50,000 in the Ministry of Defence's Statement of Intent for 2007/08. The increase of \$188,000 is due to upgrades of information technology infrastructure.

Part 6.2 - Non-Departmental Capital Expenditure

Defence Equipment (M22)

Scope of Appropriation

Purchase of defence equipment for the New Zealand Defence Force.

Reasons for Change in Appropriation

This appropriation will increase by \$38.080 million to \$290.275 million for 2007/08 due to changes in the timings for various contractual milestone payments. The significant projects are Medium Utility Helicopters, Project Protector Vessels, C-130 Hercules Life Extension, P-3 Orion Mission Management, Communication and Navigation Systems Upgrade, Boeing 757 Acquisition and Modification, and ANZAC Close in Weapon System.