

VOTE *Lands*

Terms and Definitions Used

GIB	Geographic Indications Board
GST	Goods and Services Tax
LINZ	Land Information New Zealand
NPD	National Property Database
QVNZ	Quotable Value New Zealand
RNZN	Royal New Zealand Navy
VNZ	Valuation New Zealand

Footnote

Note 1	Appropriation numbers in Part B are inclusive of GST (where applicable).
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Lands

VOTE MINISTER: Minister for Land Information

ADMINISTERING DEPARTMENT: Land Information New Zealand

The Minister for Land Information is the Responsible Minister for Land Information New Zealand

Part B - Statement of Appropriations (see note 1)

Summary of 1999/2000 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	116,821	-	333	-	117,154
Benefits and Other Unrequited Expenses	-	-	-	-	-
Borrowing Expenses	-	-	749	-	749
Other Expenses	-	-	6,831	-	6,831
Capital Flows					
Capital Contributions	-	-	-	-	-
Purchase or Development of Capital Assets	-	-	5,916	-	5,916
Repayment of Debt	-	-	855	-	855
Total Appropriations for 1999/2000	116,821	-	14,684	-	131,505
Total 1999/2000 Main Estimates Appropriations	137,763	-	9,307	-	147,070

Part B1 - Details of 1999/2000 Appropriations

Appropriations	1999/2000						Purpose of and Reasons for Change in 1999/2000 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 Policy Advice	1,962	-	-	-	1,962	-	- Policy advice to the Government and Minister, relating to land, property and seabed information and providing support to the Minister.
D2 Office of the Valuer-General	4,143	-	(1,429)	-	2,714	-	- Ensuring that property valuations for rating purposes are provided at a consistent standard. The Supplementary Estimates reduction reflects the change in contractual arrangements between the department and other users of the NPD (-\$968,000) and savings from completing of devolution of the NPD earlier than estimated (-\$461,000). Previously all NPD costs were paid by the department and recovered from QVNZ. Under the new arrangements, QVNZ is charged directly.
D3 Survey System	1,935	-	(169)	-	1,766	-	- Ensuring that the New Zealand survey system is continually reviewed, enhanced and maintained to a consistent standard. The Supplementary Estimates reduction reflects the legislative delay in establishing the GIB. This delay is a result of amendments to the legislation to include the Olive growing industry.
D4 Land Records System	66,789	-	(2,317)	-	64,472	-	- Maintenance of the land parcel based spatial reference and registration system which enables the Government to issue guaranteed certificates of title to land and interests in land, the provision of public access to the data and the enhancement of associated processes and systems. The Supplementary Estimates adjustments reflect: <ol style="list-style-type: none"> 1. realignment of costs to the revised Survey and Titles Automation project (Landonline) schedule (-\$2.282 million); 2. the GST component of an increase to revenue resulting from a re-forecast of annual activity (\$465,000); and

							3. deferral of the computer refresher programme due to the availability of improved technology expected from the industry in the next financial year, and re-scheduling of upgrades to disaster recovery programmes resulting from the diversion of resources to Landonline (-\$500,000).
D5 Crown Property Management and Disposal Services	20,390	-	(806)	-	19,584	-	Management of the Crown's collective interest in land and property (outside of the conservation estate). The Supplementary Estimates change reflects the removal of costs relating to surplus government properties which are subject to Treaty of Waitangi settlement negotiations (-\$750,000), a downward reforecast of property management revenue with associated cost reductions (-\$281,000) and an increase in cost from defending challenges to Crown Forest Licence fee reviews (\$225,000).
D6 Topographic and Hydrographic Information System	27,867	-	(1,820)	-	26,047	-	Maintenance of the core topographic database and the purchase of the Crown's hydrographic and seabed mapping requirements. The Supplementary Estimates change reflects the delay in commencement of hydrographic surveys due to RNZN operational requirements (-\$1.8 million), the acceleration of the Continental Shelf delimitation programme (\$599,000) and a re-alignment of the Continental Shelf contingency funding over years to more closely reflect risk factors (-\$619,000).
Total Appropriations for Departmental Output Classes (Mode B Gross)	123,086	-	(6,541)	-	116,545	-	
Departmental Output Classes (Mode B Net)							
D7 Client Property Management	276	-	-	-	276	-	Management and disposal of other government agencies' land and property.
Total Appropriations for Departmental Output Classes (Mode B Net)	276	-	-	-	276	-	

Part B1 - Details of 1999/2000 Appropriations (continued)

Appropriations	1999/2000						Purpose of and Reasons for Change in 1999/2000 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Non-Departmental Output Classes							
O1 Contaminated Sites	563	-	(300)	-	263	-	- Analysis, investigation and, where necessary, appropriate remedial action on contaminated sites for which the Crown has accepted responsibility. The reduction in the Supplementary Estimates reflects a reduction in demand for investigatory work (-\$300,000).
O2 Lakes	70	-	-	-	70	-	- Project site work on hydro lakes and surrounding areas to rationalise and maintain lake assets and where appropriate assigning administrative responsibility to stakeholder organisations.
Total Appropriations for Non-Departmental Output Classes	633	-	(300)	-	333	-	
Borrowing Expenses							
Coalcorp House Mortgage	748	-	1	-	749	-	- Borrowing expenses for Coalcorp House mortgage. The change in Supplementary Estimates reflects the rounding effects of interest payments (\$1,000).
Total Appropriations for Borrowing Expenses	748	-	1	-	749	-	

Other Expenses to be Incurred by the Crown							
Crown Rates	1,269	-	290	-	1,559	-	Payment of rates on Crown land and surplus government properties administered by the department on behalf of the Crown. Increase in Supplementary Estimates reflects increase in rates levied by local authorities, and the impact of changes in the number of properties within the Crown's property portfolio (\$290,000).
Crown Obligations - Loss on disposal	300	-	576	-	876	-	Return of gifted land properties to the donor at nil value. The increase in Supplementary Estimates reflects the disposal at nil value of the site of Hauroa House in Rotorua (\$550,000), being returned to Ngati Whakauae. Other additional properties are to be disposed of at a loss of \$26,000.
Huntly East Subsidence	165	-	(100)	-	65	-	All payments made to settle claims in the Huntly East subsidence area including payments made to private landowners under the Cabinet-approved policy and as a result of court rulings or legal advice. The reduction in the Supplementary Estimates reflects the claims demand for the current year (-\$100,000).
Kokiri Centres: Sale Loss	320	-	(80)	-	240	-	Loss on disposal of Kokiri Centre properties received from the Ministry of Māori Development. The reduction in the Supplementary Estimates results from delays in the disposal of the two remaining properties (-\$80,000). Delays have resulted from difficulties in identifying interested bodies corporate to transfer the centres to.
Land Liabilities	2,491	-	(126)	-	2,365	-	Investigation and resolution, including legal costs and settlement, of land-related liabilities administered by Land Information New Zealand (LINZ). The adjustment in the Supplementary Estimates represents a deferral in implementing remedial actions (-\$615,000), resulting from resource consent issues and the need for further investigation. New claims of \$489,000 have also been recognised during the period.
Residual Crown Leasehold Rents	1,726	-	-	-	1,726	-	Leasehold liabilities paid on residual surplus government accommodation administered by the Department on behalf of the Crown.
Total Appropriations for Other Expenses to be Incurred by the Crown	6,271	-	560	-	6,831	-	

Part B1 - Details of 1999/2000 Appropriations (continued)

Appropriations	1999/2000						Purpose of and Reasons for Change in 1999/2000 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Capital Contributions to the Department							
Capital Investment	14,401	-	(14,401)	-	-	-	- Building of an automated system for survey and land title processing. The reduction in the Supplementary Estimates reflects the replacement of the capital injection by internal capital reserves (-\$14.401 million).
Total Appropriations for Capital Contributions to the Department	14,401	-	(14,401)	-	-	-	
Purchase or Development of Capital Assets by the Crown							
Crown Acquisitions - Huntly East	500	-	215	-	715	-	- Acquisition of properties falling within Cabinet's approved policy area for Huntly East subsidence. The increase in the Supplementary Estimates of \$215,000 is to fund the purchase of two additional properties (in addition to the four originally forecast) under the policy.
Crown Obligatory Acquisitions	300	-	1,653	-	1,953	-	- Acquisition of properties arising from Crown obligations including gifted land. The increase in the Supplementary Estimates of \$1.653 million funded the acquisition of Hauora House in Rotorua.

Land Tenure Reform Acquisitions	-	-	3,248	-	3,248	-	Acquisition of the lessees' interest in pastoral lease land that is deemed to have high conservation values. The increase in the Supplementary Estimates represents the current years programme for the purchase of leaseholder interest as part of the tenure reform programme (\$3.428 million).
Total Appropriations for Purchase or Development of Capital Assets by the Crown	800	-	5,116	-	5,916	-	
Repayment of Debt							
Coalcorp House Mortgage	855	-	-	-	855	-	Repayment of Coalcorp House mortgage principal.
Total Appropriations for Repayment of Debt	855	-	-	-	855	-	
Total Appropriations	147,070	-	(15,565)	-	131,505	-	

Part F - Crown Revenue and Receipts

Part F1 - Current and Capital Revenue and Receipts

	1999/2000			Explanation of 1999/2000 Crown Revenue
	Main Estimates \$000	Supplementary Estimates \$000	Total Budgeted \$000	
Current Revenue				
Non-Tax Revenue				
Crown Rates Refunds	50	(50)	-	Refunds of rates paid in advance on disposal settlement from surplus property sales. Transferred to Sundry Operating Revenue in the Supplementary Estimates.
Database Licence Fees and Royalties	2,857	(398)	2,459	Fees and royalties collected from users of core data managed and maintained by LINZ. The decrease in the Supplementary Estimates reflects the reduction in fees for digital topographic data as a result of the application of the government's pricing policy for government held information.
Pastoral Lease Rentals	1,260	200	1,460	Rentals collected from leaseholders on Crown pastoral land. The increase in the Supplementary Estimates has resulted from rental changes.
Surplus Government Properties Mortgages - Rents	4,410	-	4,410	Rentals received from tenants of surplus government properties administered by the Department on behalf of the Crown.
Surplus Government Properties Mortgages - Interest	5	(5)	-	Interest portion of mortgages on surplus properties at Cromwell sold to occupants. Transferred to Sundry Operating Revenue in the Supplementary Estimates in order to group minor revenue items.
Surplus Government Properties - Interest	16	(16)	-	Interest earned on deposits held for Crown property sales. Transferred to Sundry Operating Revenue in the Supplementary Estimates in order to group minor revenue items.
Sundry Operating Revenue	310	11	321	Operating revenue including the refund of costs incurred on behalf of the Crown. The change in the Supplementary Estimates results from transfers from line items above (\$71,000) and a reduction of \$60,000 from a re-assessment of revenue flows for this item based upon forecast receipts.
Transit Sales	7,000	-	7,000	Proceeds of sales on behalf of Transit New Zealand. Increase reflects reforecasting of Transit NZ property sales.
Total Non-Tax Revenue	15,908	(258)	15,650	

Total Current Revenue	15,908	(258)	15,650	
Capital Receipts				
Land Tenure Reform Sales	-	1,523	1,523	Proceeds from the sale of the Crown's interest in pastoral lease land. The increase in the Supplementary Estimates reflects the current year's programme for sale of productive land to leaseholders.
Surplus Government Properties - Sales	21,026	(6,500)	14,526	Proceeds from sale of surplus government properties sold by the department on behalf of the Crown. The decrease in the Supplementary Estimates reflects a reduction in the sales targets as a result of unresolved Treaty of Waitangi issues.
Surplus Government Properties Mortgages - Principal	10	8	18	Principal repayments from mortgages related to surplus properties at Cromwell sold to occupants. The Supplementary Estimates change incorporates unscheduled mortgagee repayments which change the timing and amount of annual repayments.
Total Capital Receipts	21,036	(4,969)	16,067	
Total Crown Revenue and Receipts	36,944	(5,227)	31,717	

