

VOTE *Treaty* *Negotiations*

Terms and Definitions Used

Protection Mechanism

There are three ways the Crown purchases surplus Crown land to protect it for possible use in future Treaty of Waitangi settlements. These are:

Crown Settlement Portfolio (CSP)

The CSP holds all surplus Crown properties within confiscation (raupatu) boundaries. "Confiscation boundaries" refers to areas of land confiscated under the New Zealand Settlements Act 1863

Claim-specific landbanks

These hold land for a specific claimant group which falls within their claim boundary. The claimant group chooses which properties they wish to include in the landbank up to the value of the landbank cap

Regional landbanks

Regional landbanks hold land outside CSP and claim-specific areas. This enables the Crown to protect land where a claim-specific landbank has not been established, and the land falls outside the CSP.

Footnote

Note 1

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

Treaty Negotiations

VOTE MINISTER: Minister in Charge of Treaty of Waitangi Negotiations
 ADMINISTERING DEPARTMENT: Ministry of Justice
 The Minister of Justice is the Responsible Minister for the Ministry of Justice

Part B - Statement of Appropriations (see note 1)

Summary of 1999/2000 Appropriations

Types of Appropriation	Appropriations to be Used				Total Appropriations \$000
	By the Department Administering the Vote		For Non-Departmental Transactions		
	Annual \$000	Other \$000	Annual \$000	Other \$000	
Operating Flows					
Classes of Outputs to be Supplied	14,478	-	-	-	14,478
Benefits and Other Unrequited Expenses	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	8,963	-	8,963
Capital Flows					
Capital Contributions	-	-	-	-	-
Purchase or Development of Capital Assets	-	-	49,753	-	49,753
Repayment of Debt	-	-	-	-	-
Total Appropriations for 1999/2000	14,478	-	58,716	-	73,194
Total 1999/2000 Main Estimates Appropriations	11,851	-	31,841	-	43,692

In addition to the annual appropriations shown in the table above, there is a multi-year appropriation of \$400 million for the five-year period 1999/2000 to 2003/04 for historical Treaty of Waitangi settlements.

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: Treaty Negotiations	5,691	-	2,131	-	7,822	-	- Advice on generic Treaty issues, specific historical Treaty claims and the protection mechanism. Negotiation of historical Treaty claims. Increase due to increased negotiation activity and signing of six Heads of Agreement and a Deed of Settlement.
D2 Implementation: Treaty Settlements	2,007	-	124	-	2,131	-	- Where appropriate, the preparation of settlement legislation, and the valuation, disclosure and preparation and execution of legal documentation required to enable the transfer of settlement assets to claimants. Increase due to expenses associated with the implementation of the Ngai Tahu Deed of Settlement.
D3 Land Portfolio Management	4,153	-	372	-	4,525	-	- Acquisition, management, transfer and disposal of Crown-owned land for Treaty claim purposes. Increase due to management and disposal of Ngai Tahu properties and the acquisition and holding of a number of properties at above average estimated costs.
Total Appropriations for Departmental Output Classes (Mode B Gross)	11,851	-	2,627	-	14,478	-	
Other Expenses to be Incurred by the Crown							
Ngati Turangitukua Interest and Rent	115	-	22	-	137	-	- Interest payable on the diminishing balance of the value of the redress and rent payable on leaseback properties as part of Ngati Turangitukua Settlement. The Deed of Settlement was signed on 26 September 1998. Legislation was enacted on 6 October 1999 when interest and rent payments ceased. Total interest and rent for 1999/00 was \$132,399.

Waikato-Tainui Interest	2,726	-	(1,030)	-	1,696	-	Interest payable as part of the Waikato-Tainui settlement on the diminishing balance of the value of the redress.
Ngai Tahu Ancillary Claims Trust	-	-	473	-	473	-	Funding the Ngai Tahu Ancillary Claims Trust to return particular properties to identified beneficiaries.
Pouakani Interest	-	-	260	-	260	-	Interest payable on the outstanding balance of the redress due to Pouakani.
Interest Payments on Settlements	-	-	3	-	3	-	Interest payable on the outstanding value of redress for signed Deeds of Settlement.
Transfer of Tahae Farm to Pouakani	-	-	6,394	-	6,394	-	Transfer of Tahae Farm to Pouakani
Total Appropriations for Other Expenses to be Incurred by the Crown	2,841	-	6,122	-	8,963	-	
Purchase or Development of Capital Assets by the Crown							
Land, Stock, Plant Purchases	29,000	-	20,753	-	49,753	-	Surplus Crown land is purchased for Treaty claim purposes from Crown agencies and departments, for claim-specific and regional landbanks, the Crown Settlement Portfolio, and the Waikato-Tainui and Ngai Tahu Settlements.
Total Appropriations for Purchase or Development of Capital Assets by the Crown	29,000	-	20,753	-	49,753	-	
Total Appropriations	43,692	-	29,502	-	73,194	-	

Part B2 - Details of Multi-Year Appropriation

Appropriations	1998/99-2002/03			1999/00-2003/04		Description of Appropriations
	Vote \$000	Actual to 30 June 1999 \$000	Remaining Appropriation from 1 July 1999 \$000	Supplementary Estimates \$000	Cumulative Vote \$000	
Other Expenses to be Incurred on Behalf of the Crown						
Historical Treaty of Waitangi Settlements	546,767	9,195	537,572	537,572 400,000	400,000	The multi-year appropriation reflects the Crown's commitment to settling historical Treaty of Waitangi claims and the uncertain timing of achieving settlement for each claim. The change reflects the annual recalculation of the multi-year appropriation to roll out by one financial year the five-year period it applies to. The recalculation incorporates actual expenses incurred on settlements to date. The multi-year appropriation of \$400.000 million being sought for 1999/00-2003/04 replaces the unexpended balance of \$537.572 million of the multi-year appropriation for 1998/99-2002/03 as an assessment of reasonable and sufficient resources for the MYA period.
Total Multi-Year Appropriation	546,767	9,195	537,572	(137,572)	400,000	

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				
Landbank Properties	4,000	893	4,893	Expected revenue arising from landbanked properties.
Waitomo Loan Interest	53	-	53	Interest received from a loan for the Treaty of Waitangi Waitomo Settlement in 1990. Decrease due to recalculation.
Total Non-Tax Revenue	4,053	893	4,946	
Total Current Revenue	4,053	893	4,946	
Capital Receipts				
Property Sales	5,000	35,000	40,000	Encompasses sales of land from claim-specific landbanks. Claim-specific landbanks have a predetermined expenditure cap. Properties are disposed to claimants or on the open market. Increase due to more disposal of landbanked properties including some above the average estimated.
Waitomo Loan Repayments	104	-	104	Repayments of the principle of a loan for the Treaty of Waitangi Waitomo Settlement in 1990. Increase due to recalculation.
Total Capital Receipts	5,104	35,000	40,104	
Total Crown Revenue and Receipts	9,157	35,893	45,050	

