

VOTE Treaty Negotiations

Terms and Definitions Used

Protection Mechanism	<p><i>There are three ways the Crown purchases surplus Crown land to protect it for possible use in future Treaty of Waitangi settlements. These are:</i></p> <ul style="list-style-type: none"> • <i>Crown Settlement Portfolio (CSP)</i> <p><i>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</i></p> <ul style="list-style-type: none"> • <i>Claim-specific landbanks</i> <p><i>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</i></p> <ul style="list-style-type: none"> • <i>Regional landbanks</i> <p><i>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.</i></p>
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Footnote

Note 1	<p><i>Appropriation numbers in Part B are inclusive of GST (where applicable).</i></p>
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VOTE 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 1998/99 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	14,755	-	-	-	14,755
Benefits and Other Unrequited Expenses	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	9,468	-	9,468
Capital Flows					
Capital Contributions	-	-	-	-	-
Purchase or Development of Capital Assets	-	-	42,891	-	42,891
Repayment of Debt	-	-	-	-	-
Total Appropriations for 1998/99	14,755	-	52,359	-	67,114
Total 1998/99 Main Estimates Appropriations	12,650	-	50,379	-	63,029

In addition to the annual appropriations shown in the table above, there is a multi-year appropriation of \$546.767 million for the five-year period 1998/99 to 2002/03 for historical Treaty of Waitangi settlements.

Part B1 - Details of 1998/99 Appropriations

Appropriations	1998/99						Purpose of and Reasons for Change in 1998/99 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	5,753	-	(119)	-	5,634	-	Advice on generic Treaty issues, specific historical Treaty claims and the protection mechanism. Negotiation of historical Treaty claims. Decrease due to reduction in administration cost and Government Superannuation Fund contributions.
D2 Implementation - Treaty Settlements	2,688	-	1,227	-	3,915	-	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	4,209	-	997	-	5,206	-	Acquisition, management, transfer and disposal of Crown-owned land for Treaty claim purposes. Increase due to management and disposal of Ngai Tahu properties.
Total Appropriations for Departmental Output Classes (Mode B Gross)	12,650	-	2,105	-	14,755	-	
Other Expenses to be Incurred by the Crown							
Ngai Tahu Interest	2,020	-	1,686	-	3,706	-	Interest payable (as part of both the Ngai Tahu Heads of Agreement and Deed of Settlement) on the outstanding value of the redress. Increase due to the actual settlement date being later than expected.

Waikato-Tainui Interest	5,468	-	-	-	5,468	-	Interest payable as part of the Waikato-Tainui settlement on the diminishing balance of the value of the redress.
Ngati Turangitukua Interest and Rent	-	-	294	-	294	-	Interest payable on the diminishing balance of the value of the redress and rent payable on leaseback properties as part of the Ngati Turangitukua Settlement. The Deed of Settlement was signed on 26 September 1998.
Total Appropriations for Other Expenses to be Incurred by the Crown	7,488	-	1,980	-	9,468	-	
Purchase or Development of Capital Assets by the Crown							
Land Purchases	42,891	-	-	-	42,891	-	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	42,891	-	-	-	42,891	-	
Total Appropriations	63,029	-	4,085	-	67,114	-	

Part B2 - Details of Multi-Year Appropriation

Appropriations	1997/98-2001/02			1998/99-2002/03		Description of Appropriations
	Vote \$000	Actual to 30 June 1998 \$000	Remaining Appropriation from 1 July 1998 \$000	Supplementary Estimates \$000	Cumulative Vote \$000	
Other Expenses to be Incurred on Behalf of the Crown						
Historical Treaty of Waitangi Settlements	699,299	123,625	575,674	575,674 546,767	546,767	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 and CPI adjustment. The multi-year appropriation of \$546.767 million being sought for 1998/99-2002/03 replaces the unexpended balance of \$575.674 million of the multi-year appropriation of \$699.299 million for 1997/98-2001/02.
Total Multi-Year Appropriation	699,299	123,625	575,977	(28,907)	546,767	

Part F - Crown Revenue and Receipts

Part F1 - Current and Capital Revenue and Receipts

	1998/99			Explanation of 1998/99 Crown Revenue
	Main Estimates \$000	Supplementary Estimates \$000	Total Budgeted \$000	
Current Revenue				
Non-Tax Revenue				
Landbank Properties	2,987	2,147	5,134	Expected revenue arising from landbanked properties.
Waitomo Loan Interest	65	(4)	61	Interest received from a loan for the Treaty of Waitangi Waitomo Settlement in 1990. Decrease due to recalculation.
Total Non-Tax Revenue	3,052	2,143	5,195	
Total Current Revenue	3,052	2,143	5,195	
Capital Receipts				
Property Sales	45,600	(25,600)	20,000	Encompasses sales of land from claim-specific landbanks. Claim-specific landbanks have a predetermined expenditure cap. Once a landbank reaches its cap, new surplus Crown property can only be added if property in the landbank of an equivalent value is sold. Decrease due to reduction in disposal of landbanked properties.
Waitomo Loan Repayments	92	3	95	Repayments of the principal of a loan for the Treaty of Waitangi Waitomo Settlement in 1990. Increase due to recalculation.
Total Capital Receipts	45,692	(25,597)	20,095	
Total Crown Revenue and Receipts	48,744	(23,454)	25,290	