

Information Supporting the Supplementary Estimates

Vote Internal Affairs

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister for Ethnic Affairs (M30), Minister of Internal Affairs (M41)

ADMINISTERING DEPARTMENT: Department of Internal Affairs

MINISTER RESPONSIBLE FOR DEPARTMENT OF INTERNAL AFFAIRS: Minister of Internal Affairs

Part 1 - Summary of the Vote

Part 1.3 - Trends in the Vote

Summary of Financial Activity

	2009/10				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	157,822	(1,362)	-	(1,362)	156,460
Benefits and Other Unrequited Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	49	-	337	337	386
Capital Expenditure	35,578	(3,792)	-	(3,792)	31,786
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	193,449	(5,154)	337	(4,817)	188,632
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	-	N/A	-	-	-
Capital Receipts	-	N/A	-	-	-
Total Crown Revenue and Capital Receipts	-	N/A	-	-	-

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

Anti-Money Laundering and Countering Financing of Terrorism (M41)

Scope of Appropriation

This appropriation is limited to supervision functions carried out in respect of reporting entities for which the Department of Internal Affairs is the relevant supervisor under the Anti-Money Laundering and Countering Financing of Terrorism Act.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	967	967
Revenue from Crown	-	967	967
Revenue from Other	-	-	-

Reasons for Change in Appropriation

This is a new appropriation.

Output Performance Measures and Standards

Activity for the 2009/10 financial year will consist of developing and setting up the function. The supervisory outputs will not commence until a date yet to be set by Order in Council (October 2011 at the earliest). Performance measures for those outputs will be developed in the lead-up to full implementation.

Contestable Services RDA (M41)

Scope of Appropriation

Providing translation and other foreign language services to Government and the public.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	899	9	908
Revenue from Crown	-	-	-
Revenue from Other	899	9	908

Reasons for Change in Appropriation

This appropriation will increase by \$9,000 to \$908,000 for 2009/10. The increase relates to additional demand for translation services (\$34,000), and is partially offset by a decrease in revenue from sub-leased properties (\$25,000).

Government Technology Services (M41)*Scope of Appropriation*

This appropriation is limited to the development, deployment and operation of technology services across the State sector.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	23,955	(11,440)	12,515
Revenue from Crown	22,845	(11,510)	11,335
Revenue from Other	1,110	70	1,180

Reasons for Change in Appropriation

The appropriation will decrease by \$11.440 million to \$12.515 million for 2009/10. The decrease relates to:

- the transfer of functions relating to the Identity Management Web Infrastructure to the output expense Identity Services (decrease of \$8.639 million)
- an expense transfer from 2009/10 to 2010/11 for the all-of-government Authentication Programme (decrease of \$6 million)
- an expense transfer from 2009/10 to 2010/11 for the all-of-government common information and communication technologies work programme (decrease of \$500,000)
- a decrease in demand for Government Shared Network services (\$59,000).

The decreases are partially offset by the following increases:

- an expense transfer from 2008/09 to 2009/10 for the Government Shared Network (increase of \$3.414 million)
- an increase in funding for capability building due to a transfer of funding from Vote Emergency Management (\$200,000)
- an increase in funding for State Sector Retirement Savings Scheme costs (\$94,000)
- an increase in funding for KiwiSaver costs (\$35,000)
- a reallocation of shared services costs (increase of \$15,000).

Identity Services (M41)

Scope of Appropriation

Providing effective management of New Zealand's records of identity including: issuing New Zealand passports; processing citizenship applications; and registering births, deaths, marriages and civil unions; developing authorised information-matching programmes with specified government agencies; providing data or data verification to international government agencies, to enhance border and facilitate travel; working across government to develop authentication of identity and to facilitate good practice based on Evidence of Identity Standard.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	92,109	7,767	99,876
Revenue from Crown	8,359	8,627	16,986
Revenue from Other	78,391	(860)	77,531

Reasons for Change in Appropriation

This appropriation will increase by \$7.767 million to \$99.876 million in 2009/10. The increase relates to:

- a transfer of functions relating to the Identity Management Web Infrastructure from the output expense Government Technology Services (increase of \$8.639 million)
- a change in demand for Birth, Death and Marriage products (increase of \$240,000)
- an increase in funding from the Ministry of Foreign Affairs and Trade as a contribution towards the Vanuatu Passport Project (\$172,000)
- an increase in rental from sub-leased properties (\$140,000)
- an increase in funding for KiwiSaver costs (\$44,000)
- an increase in funding for State Sector Retirement Savings Scheme costs (\$22,000).

The increases are partially offset by the following decreases:

- a decrease in demand for passport products (\$1.055 million)
- a decrease in demand for citizenship products (\$423,000)
- a reallocation of shared services costs (decrease of \$12,000).

Memorandum Account

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Citizenship Products			
Opening Balance at 1 July	(830)	1,274	444
Revenue	6,197	1,458	7,655
Expenses	11,235	(614)	10,621
Transfers and Adjustments			
Closing Balance at 30 June	(5,868)	3,346	(2,522)

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Issue of Birth, Death and Marriage Certifications and Other Products			
Opening Balance at 1 July	3,002	257	3,259
Revenue	6,730	179	6,909
Expenses	9,063	564	9,627
Transfers and Adjustments			
Closing Balance at 30 June	669	(128)	541

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Passport Products			
Opening Balance at 1 July	5,681	(109)	5,572
Revenue	62,450	(2,716)	59,734
Expenses	59,471	(642)	58,829
Transfers and Adjustments			
Closing Balance at 30 June	8,660	(2,183)	6,477

Policy and Advisory Services MCOA (M41)

Scope of Appropriation

Information and Advisory Services

This appropriation is limited to publishing the New Zealand Gazette; authenticating official documents; supporting commissions of inquiry and similar bodies; and coordinating the congratulatory message service.

Policy Advice - Internal Affairs

Policy advice on matters relating to: gaming, censorship, fire, identity, public inquiries, daylight saving and the Significant Community Based Projects Fund; the performance of and appointments to Crown entities; appointments to statutory bodies; and drafting ministerial correspondence and questions.

Explanation for Use of Multi-Class Output Expense Appropriation

Both output expenses contribute to the strengthening of national identity and maintaining trust in government.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	7,334	943	8,277
Information and Advisory Services	3,010	599	3,609
Policy Advice - Internal Affairs	4,324	344	4,668
Revenue from Crown	5,885	814	6,699
Information and Advisory Services	1,677	502	2,179
Policy Advice - Internal Affairs	4,208	312	4,520
Revenue from Other	1,452	129	1,581
Information and Advisory Services	1,335	97	1,432
Policy Advice - Internal Affairs	117	32	149

Reasons for Change in Appropriation

This appropriation will increase by \$943,000 to \$8.277 million for 2009/10.

The increase in the Information and Advisory Services output expense relates to:

- an expense transfer from 2008/09 to 2009/10 for Sustainable Accommodation (increase of \$312,000)
- new funding for the Forum for Complainants of Police Misconduct (increase of \$225,000)
- the provision of financial services to the Ministry of Pacific Island Affairs (increase of \$90,000)
- an increase in funding for State Sector Retirement Savings Scheme costs (\$7,000)
- offset by a transfer to the non-departmental other expense Public Inquiries, to fund the Forum for Complainants of Police Misconduct Chairperson's fees (decrease of \$35,000).

The increase in the Policy Advice - Internal Affairs output expense relates to:

- an expense transfer from 2008/09 from 2009/10 for Sustainable Accommodation (increase of \$438,000)
- an increase in funding for KiwiSaver costs (\$25,000)
- an increase in funding for State Sector Retirement Savings Scheme costs (\$7,000)
- partial offset by a transfer to the non-departmental other expense Miscellaneous Grants - Internal Affairs for funding for the Nelson Historic Theatre Trust (decrease of \$84,000) and a reallocation of shared services costs (decrease of \$42,000).

Regulatory Services (M41)

Scope of Appropriation

This appropriation is limited to operational policy advice and services to regulate gambling activity; and services to regulate objectionable material and unsolicited electronic messages.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	25,929	(4)	25,925
Revenue from Crown	3,639	-	3,639
Revenue from Other	23,737	(4)	23,733

Reasons for Change in Appropriation

This appropriation will decrease by \$4,000 to \$25.925 million for 2009/10. This reduction relates to a decrease in funding for KiwiSaver costs.

Memorandum Account

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Administration of Non-casino Gaming			
Opening Balance at 1 July	(4,403)	(2,558)	(6,961)
Revenue	18,510	(107)	18,403
Expenses	16,213	562	16,775
Transfers and Adjustments			
Closing Balance at 30 June	(2,106)	(3,227)	(5,333)

Services for Ethnic Affairs (M30)

Scope of Appropriation

Policy advice on ethnic affairs and provision of advisory and information services to ethnic communities; drafting ministerial correspondence and questions; management of the contract for the telephone interpreting service (Language Line); and provision of information and training to ethnic communities and government agencies using Language Line.

Expenses and Revenue

	2009/10		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	5,520	396	5,916
Revenue from Crown	4,557	161	4,718
Revenue from Other	962	235	1,197

Reasons for Change in Appropriation

This appropriation will increase by \$396,000 to \$5.916 million for 2009/10. The increase relates to:

- additional demand for language line (increase of \$245,000)
- a reallocation of shared services costs (increase of \$151,000)
- an expense transfer from 2008/09 to 2009/10 for Sustainable Accommodation (increase of \$10,000)
- additional funding for State Sector Retirement Savings Scheme costs (increase of \$2,000)
- offset by a decrease in funding for KiwiSaver costs (\$12,000).

Part 5 - Details and Expected Results for Other Expenses

Part 5.2 - Non-Departmental Other Expenses

Miscellaneous Grants - Internal Affairs (M41)

Scope of Appropriation

Miscellaneous Grant payments to individuals or organisations to assist in building a strong and safe nation through serving and connecting citizens, communities and Government.

Reasons for Change in Appropriation

This appropriation will increase by \$84,000 to \$133,000 for 2009/10. The increase relates to a transfer from the departmental output expense Policy Advice - Internal Affairs to provide funding for the Nelson Historic Theatre Trust.

Public Inquiries (M41)

Scope of Appropriation

Fees for inquiries and investigations.

Reasons for Change in Appropriation

This appropriation will increase by \$35,000 to \$35,000 for 2009/10. The increase relates to a transfer from the departmental output expense Information and Advisory Services to fund the Chairperson's fees for the Forum for Complainants of Police Misconduct.

Reimbursement of holding costs for surplus properties (M41)

Scope of Appropriation

This appropriation is limited to reimbursement of holding costs for surplus properties.

Reasons for Change in Appropriation

This appropriation was created in 2009/10 to fund the reimbursement of the New Zealand Fire Service Commission for costs incurred in holding properties subject to Government disposal processes.

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Department of Internal Affairs - Capital Expenditure PLA (M41)

Scope of Appropriation

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

Capital Expenditure

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	10,155	(5,891)	4,264
Intangibles	25,423	2,099	27,522
Other	-	-	-
Total Appropriation	35,578	(3,792)	31,786

Reasons for Change in Appropriation

This appropriation will decrease by \$3.792 million to \$31.786 million for 2009/10. The decrease relates to the recognition of changes in the profile of the department's capital expenditure programme for 2009/10.