

Vote Finance

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Finance (M31), Minister for Infrastructure (M80), Minister for Regulatory Reform (M81)

ADMINISTERING DEPARTMENT: The Treasury

MINISTER RESPONSIBLE FOR THE TREASURY: Minister of Finance

Details of Appropriations

Details of Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2009/10		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Departmental Output Expenses			
Administration of Crown Borrowing PLA (M31) This appropriation is limited to expenses incurred in connection with administering borrowing by the Crown, as authorised by section 61(1) of the Public Finance Act 1989.	3,260	2,441	5,701
Administration of Derivative Transactions PLA (M31) This appropriation is limited to expenses incurred in connection with administering derivative transactions of the Crown, as authorised by section 65H(2) of the Public Finance Act 1989.	3,893	(2,585)	1,308
Administration of Guarantees and Indemnities given by the Crown PLA (M31) This appropriation is limited to expenses incurred in connection with administering of guarantees and indemnities given by the Crown, as authorised by section 65ZG of the Public Finance Act 1989.	-	2,798	2,798
Administration of Investment of Public Money PLA (M31) This appropriation is limited to expenses incurred in connection with administering the investment of public money, as authorised by section 65J(1) of the Public Finance Act 1989.	996	(683)	313
Crown Guarantee Schemes (M31) This appropriation is limited to the implementation and operation of the Crown's Deposit Guarantee Scheme and Crown's Wholesale Funding Guarantee Facility excluding expenses incurred in connection with administering claims under a guarantee or indemnity given under the scheme.	-	5,471	5,471
Infrastructure Advice and Co-ordination (M80) This appropriation is limited to the provision of advice to the government and to government agencies on infrastructure, ensuring co-ordination and implementation of the government's infrastructure activities, the formulation and implementation of the National Infrastructure Plan, monitoring of infrastructure investment and frameworks, and operation of the National Infrastructure Advisory Board.	4,942	110	5,052
Macro Economic Policy Advice & Management MCOA (M31)	13,654	662	14,316
<i>Economic and Tax Forecasting</i> This output class is limited to the preparation of economic and tax forecasts, and monitoring of and reporting on economic and tax conditions.	2,677	78	2,755
<i>Fiscal Management</i> This output class is limited to the development of the Budget strategy and advice, and activities of the annual Budget process.	2,422	775	3,197
<i>Fiscal Reporting</i> This output class is limited to preparing fiscal forecasts, monitoring of and reporting on fiscal conditions, preparing the financial statements of the Government, providing advice on the application and development of generally accepted accounting practice as it applies to the Crown, and monitoring the adequacy of departmental financial management controls.	3,570	138	3,708
<i>Management of Crown Lending and Crown Bank Accounts</i> This output class is limited to the management of Crown lending and Crown and Departmental bank accounts.	906	(546)	360
<i>Policy Advice: Fiscal and Macroeconomic</i> This output class is limited to the provision of fiscal and macroeconomic policy advice.	4,079	217	4,296

	2009/10		
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Titles and Scopes of Appropriations by Appropriation Type			
State Sector and Economic Performance Policy Advice and Management MCOA (M31)	38,751	(2,498)	36,253
<i>Crown Deposit Guarantee Scheme</i>	3,720	(3,283)	437
This output class is limited to the implementation and operation of the Crown's deposit guarantee scheme excluding expenses incurred in connection with administering claims under a guarantee or indemnity given under the scheme.			
<i>Crown Wholesale Guarantee Facility</i>	1,540	(1,399)	141
This output class is limited to the implementation and operation of the Crown's wholesale guarantee facility.			
<i>Management of Liabilities, Claims Against the Crown and Crown Properties</i>	2,093	(519)	1,574
Management of contractual or Treaty of Waitangi related claims against the Crown and the management of New Zealand House, London.			
<i>New Zealand Export Credit Office</i>	1,871	2,273	4,144
Implementation of the Government's Export Credit Guarantees policy and operation of the New Zealand Export Credit Office.			
<i>Policy Advice: Economic Performance</i>	15,465	(1,424)	14,041
Policy advice on the Government's economic strategy and policy settings and their effect on New Zealand's economic growth.			
<i>Policy Advice: State Sector Performance</i>	14,062	1,854	15,916
Policy advice on the effective and efficient use of state resources including improved decision-making and performance management systems and the efficient management of Crown assets.			
Total Departmental Output Expenses	65,496	5,716	71,212
Non-Departmental Output Expenses			
2025 Productivity Taskforce (M31)	-	171	171
This appropriation is limited to the fees and expenses of members of the Taskforce appointed to carry forward work on the productivity gap with Australia, and the fees and expenses for any other advice that the Taskforce may commission.			
Management of New Zealand House, London (M31)	1,000	-	1,000
This appropriation is limited to the property management services in respect of New Zealand House, London.			
Management of the Crown's Obligations for Geothermal Wells (M31)	151	200	351
This appropriation is limited to the management and maintenance relating to geothermal wells and associated sites and structures for which the Crown accepts responsibility.			
Management of the New Zealand Superannuation Fund (M31)	504	-	504
This appropriation is limited to managing the New Zealand Superannuation Fund on behalf of the Crown.			
Regulatory Responsibility Taskforce (M81)	266	(146)	120
This appropriation is limited to the fees and expenses of members of the Taskforce appointed to carry forward work on a Regulatory Responsibility Bill, and to fees and expenses for any legal and other advice that the Taskforce may commission.			
Total Non-Departmental Output Expenses	1,921	225	2,146

Titles and Scopes of Appropriations by Appropriation Type	2009/10		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Non-Departmental Borrowing Expenses			
Debt Servicing PLA (M31)	2,153,000	135,836	2,288,836
This appropriation is limited to the payment of borrowing expenses for the Crown's New Zealand-dollar and foreign-currency debt, authorised by section 60(1)b of the Public Finance Act 1989.			
Total Non-Departmental Borrowing Expenses	2,153,000	135,836	2,288,836
Non-Departmental Other Expenses			
Crown Residual Liabilities (M31)	230	-	230
Residual obligations arising from administration of the Crown's sale and purchase agreements with SOEs and Crown entities and from the sale of Crown investments, and for the settlement of claims against the Crown arising from exposure to asbestos.			
Geothermal Wells Fund (M31)	500	-	500
This appropriation is limited to meeting the costs of one-off unforeseen events relating to those geothermal wells for which the Crown accepts responsibility.			
Government Superannuation Appeals Board (M31)	50	-	50
This appropriation is limited to the expenses of the Government Superannuation Appeals Board in performing its functions under the Government Superannuation Fund Act 1956.			
Government Superannuation Fund Authority - Crown's Share of Expenses PLA (M31)	19,692	-	19,692
This appropriation is limited to the Crown's share of the expenses of the Government Superannuation Fund Authority relating to the management and administration of the Government Superannuation Fund and the schemes, authorised by sections 15E and 95 of the Government Superannuation Act 1956.			
Government Superannuation Fund Unfunded Liability PLA (M31)	676,025	(13,025)	663,000
This appropriation is limited to the net increase (excluding actuarial gains and losses) in the Crown's liability to the Government Superannuation Fund and the specified superannuation contribution withholding tax on employer contributions by the Crown, authorised by section 95AA of the Government Superannuation Act 1956.			
Impairment of Loans to Taitokerau Forest Limited (M31)	1,400	1,700	3,100
This appropriation is limited to the expense incurred on the impairment of new loans to Taitokerau Forests Limited.			
Invercargill Airport Suspensory Loan Expense on Initial Recognition (M31)	-	300	300
This appropriation is limited to the expense incurred on the initial recognition of Invercargill Airport suspensory loans.			
Maui Gas Contracts Residual Liabilities PLA (M31)	-	2,355	2,355
This appropriation is limited to the expenses associated with repaying amounts that have been paid to the Crown in excess of the amounts required for the purpose of the Maui Gas Contracts, as authorised by section 65U(4) of the Public Finance Act 1989.			
National Provident Fund - Crown liability for Scheme Deficiency PLA (M31)	33,400	(33,400)	-
This appropriation is limited to the Crown's liability for deficiency in the accounts of National Provident Fund schemes established pursuant to section 38A(6) of the National Provident Fund Act 1950, authorised by section 72 of the National Provident Fund Restructuring Act 1990.			
National Provident Fund Schemes - Liability Under Crown Guarantee PLA (M31)	62,000	-	62,000
This appropriation is limited to the net increase (excluding actuarial gains and losses) in the Crown's liability for benefits payable to members of National Provident Fund schemes under the Crown guarantee in section 60 of the National Provident Fund Restructuring Act 1990. This appropriation is authorised by section 66 of the National Provident Fund Restructuring Act 1990.			

	2009/10		
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Titles and Scopes of Appropriations by Appropriation Type			
New Zealand House, London (M31)	16,200	(1,500)	14,700
This appropriation is limited to the operational costs of New Zealand House, London.			
Payment in respect of Export Credit Office Guarantees and Indemnities PLA (M31)	-	170	170
This appropriation is limited to payments by the Crown under export credit guarantees or indemnities given under section 65ZD of the Public Finance Act 1989, as authorised by section 65ZG of that Act.			
Payments in respect of Guarantees and Indemnities PLA (M31)	-	1,392,000	1,392,000
This appropriation is limited to payments by the Crown under a guarantee or indemnity given under section 65ZD of the Public Finance Act 1989, as authorised by section 65ZG of that Act.			
Rugby New Zealand 2011 Limited (M31)	-	4,000	4,000
This appropriation is limited to recognition of an increase in the Crown's 67% share of forecast loss of Rugby New Zealand 2011 Limited.			
Taitokerau Forests Limited Grant (M31)	300	-	300
This appropriation is limited to grants to Taitokerau Forests Limited for on-payment to forest owners, payable upon harvest of the forests.			
Unclaimed Money PLA (M31)	250	-	250
This appropriation is limited to the repayment of money authorised by section 74(5) of the Public Finance Act 1989.			
Unclaimed Trust Money PLA (M31)	250	-	250
This appropriation is limited to the repayment of money authorised by section 70(2) of the Public Finance Act 1989.			
Total Non-Departmental Other Expenses	810,297	1,352,600	2,162,897
Departmental Capital Expenditure			
The Treasury - Capital Expenditure PLA (M31)	1,183	(292)	891
This appropriation is limited to the purchase or development of assets by and for the use of the Treasury, as authorised by section 24(1) of the Public Finance Act 1989.			
Total Departmental Capital Expenditure	1,183	(292)	891

Titles and Scopes of Appropriations by Appropriation Type	2009/10		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Non-Departmental Capital Expenditure			
Hawke's Bay Airport Equity Injection (M31) This appropriation is limited to the purchase of equity in a new Hawke's Bay airport company.	-	7,400	7,400
International Financial Institutions PLA (M31) This appropriation is limited to capital expenditure for shares subscribed to by New Zealand as a member of International Financial Institutions, authorised by section 5 of the International Finance Agreements Act 1961.	-	270,000	270,000
Invercargill Airport Suspensory Loan (M31) This appropriation is limited to the provision of loans to Invercargill Airport for border security equipment.	-	1,500	1,500
Landcorp Protected Land Agreement (M31) Purchase (including by reinvesting cash dividends) of redeemable preference shares in Landcorp under the Protected Land Agreement.	13,000	(3,000)	10,000
NZ Superannuation Fund - Contributions (M31) This appropriation is limited to capital contributions to the New Zealand Superannuation Fund, for the present and future cost of New Zealand Superannuation.	250,000	-	250,000
Public Trust Capital Injection (M31) This appropriation is limited to providing a capital injection to the Public Trust.	-	30,000	30,000
Taitokerau Forests (M31) This appropriation is limited to the provision of loans to Taitokerau Forests Ltd for forest management and development.	1,400	1,700	3,100
Total Non-Departmental Capital Expenditure	264,400	307,600	572,000
Total Annual and Permanent Appropriations	3,296,297	1,801,685	5,097,982

Details of Projected Movements in Departmental Net Assets

The Treasury

Details of Net Asset Schedule	2009/10 Main Estimates Projections \$000	2009/10 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2009/10
Opening Balance	6,948	6,948	Supplementary Estimates opening balance reflects the audited results as at 30 June 2009.
Capital Injections	(6)	(6)	In 2008/09 capital injections were required for the establishment of the Crown Deposit Guarantee Scheme (\$200,000) and the Regulatory Impact Assessment Unit (\$108,000). In 2009/10 a capital reduction of \$86,000 has been made to provide capital to the Identity Verification Service, which is partly offset by a capital contribution of \$80,000 to provide office equipment and furniture for additional staff.
Capital Withdrawals	(600)	(600)	Capital provided for the Treasury's accommodation project in 2003-2005 is being repaid to the Crown.
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	6,342	6,342	