

Information Supporting the Supplementary Estimates

Vote Official Development Assistance

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Foreign Affairs (M34)

ADMINISTERING DEPARTMENT: Ministry of Foreign Affairs and Trade

MINISTER RESPONSIBLE FOR MINISTRY OF FOREIGN AFFAIRS AND TRADE: Minister of Foreign Affairs

Part 1 - Summary of the Vote

Part 1.3 - Trends in the Vote

Summary of Financial Activity

	2010/11				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	39,563	23,712	-	23,712	63,275
Benefits and Other Unrequited Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	484,967	-	8,243	8,243	493,210
Capital Expenditure	-	-	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	524,530	23,712	8,243	31,955	556,485
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

Management of Official Development Assistance Programme (M34)

Scope of Appropriation

The purchase of the design and management of development assistance programmes, including the procurement, contract management and monitoring of development activities within programmes.

Expenses and Revenue

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	29,859	21,292	51,151
Revenue from Crown	29,743	21,319	51,062
Revenue from Other	116	(27)	89

Reasons for Change in Appropriation

The appropriation increased by \$21.292 million to \$51.151 million as a result of:

- a transfer of \$21.575 million from Vote Foreign Affairs and Trade, to allocate corporate overhead and overseas costs consistently across the Ministry of Foreign Affairs and Trade after the reintegration of NZAID
- an increase of \$41,000 in the Government Superannuation Fund employer subsidy
- a decrease of \$240,000 in the cost of the Development Advisor in Bamyan, Afghanistan and the return of savings to the Global Development Assistance multi-year appropriation
- a decrease of \$57,000 arising from foreign exchange movements, and
- a decrease of \$27,000 in delivery of services on behalf of AusAID.

Strategic Evaluation and Advice (M34)

Scope of Appropriation

This appropriation is limited to the work and advice necessary to improve the overall effectiveness of development assistance, comprising international development research, evaluation of Official Development Assistance (ODA) programmes and activities, analysis and consultation leading to the development of ODA strategies and policies, the provision of advice on international development issues, and Ministerial services.

Expenses and Revenue

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	9,704	2,420	12,124
Revenue from Crown	9,671	2,428	12,099
Revenue from Other	33	(8)	25

Reasons for Change in Appropriation

This appropriation increased by \$2.420 million to \$12.124 million for 2010/11 as a result of:

- a transfer of \$2.483 million from Vote Foreign Affairs and Trade, to allocate corporate overhead and overseas costs consistently across the Ministry of Foreign Affairs and Trade after the reintegration of NZAID
- an increase of \$13,000 in the Government Superannuation Fund employer subsidy
- a decrease of \$68,000 in the cost of the Development Advisor in Bamyan, Afghanistan and the return of savings to the Global Development Assistance multi-year appropriation, and
- a decrease of \$8,000 in delivery of services on behalf of AusAID.

Part 5 - Details and Expected Results for Other Expenses

Part 5.2 - Non-Departmental Other Expenses

Global Development Assistance (M34)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Global Development Assistance (M34) This appropriation is limited to provision of assistance for development activities for non Pacific Island countries including Asian, African, Latin American, Caribbean, and Middle Eastern countries. The assistance will be provided to development organisations, partner countries and through other delivery mechanisms and be used to implement activities that include humanitarian assistance; design, management, implementation and evaluation of those partner-led activities. The assistance is to be consistent with Ministers' requirement for NZAID to work with development partners to ensure aid expenditure is targeted as close as possible to need. Commences: 1 July 2009 Expires: 30 June 2012	Original Appropriation	312,000
	Adjustments to 2009/10	9,044
	Adjustments for 2010/11	(9,749)
	Adjusted Appropriation	311,295
	Actual to 2009/10 Year End	92,455
	Estimated Actual for 2010/11	90,221
	Estimated Actual for 2011/12	128,619
	Estimated Appropriation Remaining	-

Reasons for Change in Appropriation

This appropriation decreased by \$9.749 million to \$311.295 million as a result of:

- a decrease of \$10.250 million due to a deferral of increases to baselines planned in accordance with the Government's commitment to increase Vote Official Development Assistance expenditure, so that the target level will be reached in 2014/15 rather than 2012/13
- an increase of \$501,000 for departmental savings returned due to the reduction in cost of the Development Advisor in Bamyan, Afghanistan.

International Agency Funding (M34)

Scope of Appropriation

Contributions to international agencies for multilateral humanitarian and development policy and programme activity.

Expenses

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	97,000	1,413	98,413

Reasons for Change in Appropriation

The appropriation increased by \$1.413 million to \$98.413 million as a result of an expense transfer from 2009/10, for the payment to the Asian Development Bank for ADFX.

Pacific Development Assistance (M34)*Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Pacific Development Assistance (M34)	Original Appropriation	755,801
This appropriation is limited to provision of assistance for development activities for Pacific Island countries. The assistance will be provided to development organisations, partner countries and through other delivery mechanisms; and be used to implement activities that include humanitarian assistance; design, management, implementation and evaluation of those partner-led activities. The assistance is to be consistent with Ministers' requirement for NZAID to work with development partners to ensure aid expenditure is targeted as close as possible to need.	Adjustments to 2009/10	12,203
	Adjustments for 2010/11	(10,250)
	Adjusted Appropriation	757,754
	Actual to 2009/10 Year End	217,017
	Estimated Actual for 2010/11	271,750
Commences: 1 July 2009	Estimated Actual for 2011/12	268,987
Expires: 30 June 2012	Estimated Appropriation Remaining	-

Reasons for Change in Appropriation

This appropriation has reduced by \$10.250 million to \$757.754 million due to a deferral of increases to baselines planned in accordance with the Government's commitment to increase Vote Official Development Assistance expenditure, so that the target level will be reached in 2014/15 rather than 2012/13.