

# *Information Supporting the Supplementary Estimates*

## *Vote Prime Minister and Cabinet*

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MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Prime Minister (M52)

ADMINISTERING DEPARTMENT: Department of the Prime Minister and Cabinet

MINISTER RESPONSIBLE FOR DEPARTMENT OF THE PRIME MINISTER AND CABINET: Prime Minister

# 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	
<b>Appropriations</b>					
Output Expenses	16,147	1,050	-	1,050	17,197
Benefits and Other Unrequited Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	2,558	-	20,222	20,222	22,780
Capital Expenditure	13,122	(706)	5,813	5,107	18,229
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
<b>Total Appropriations</b>	<b>31,827</b>	<b>344</b>	<b>26,035</b>	<b>26,379</b>	<b>58,206</b>
<b>Crown Revenue and Capital Receipts</b>					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	-	N/A	-	-	-
Capital Receipts	-	N/A	30	30	30
<b>Total Crown Revenue and Capital Receipts</b>	<b>-</b>	<b>N/A</b>	<b>30</b>	<b>30</b>	<b>30</b>

## Part 2 - Details and Expected Performance for Output Expenses

### Part 2.1 - Departmental Output Expenses

#### Intelligence Coordination and National Security Priorities (M52)

##### *Scope of Appropriation*

Leadership, advice and coordination around national security matters, leading collaboration within the New Zealand intelligence community and providing intelligence assessments to support national security priorities.

##### *Expenses and Revenue*

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	3,780	1,701	5,481
Revenue from Crown	3,780	1,701	5,481
Revenue from Other	-	-	-

##### *Reasons for Change in Appropriation*

The increase is a result of additional funding of \$436,000 for the establishment of the Intelligence Coordination Group; a fiscally neutral transfer of \$1.293 million from Policy Advice and Secretariat and Coordination Services output class appropriation; a transfer of \$68,000 relating to relocation costs to the new intelligence community building and an additional funding of \$40,000 in employer contributions towards the Government Superannuation Fund.

#### Policy Advice and Secretariat and Coordination Services (M52)

##### *Scope of Appropriation*

Strategic and issues-based policy advice of a frank and impartial nature to the Prime Minister and other Ministers; advice on constitutional policy and procedural issues for the Governor-General, and the Prime Minister and Cabinet; support for the coordination of the Government's legislation programme; secretariat services to the Executive Council, Cabinet and its committees; and administration of the New Zealand Honours system.

##### *Expenses and Revenue*

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	8,441	(1,378)	7,063
Revenue from Crown	8,441	(1,378)	7,063
Revenue from Other	-	-	-

*Reasons for Change in Appropriation*

The decrease is a result of a fiscally neutral transfer of \$1.273 million to the Intelligence Assessments to Support National Security Priorities output class; a fiscally neutral transfer of \$120,000 to Support Services to the Governor-General and Maintenance of the Residences output class; a fiscally neutral transfer of \$20,000 to Intelligence Coordination and National Security Priorities output class and an additional funding of \$35,000 for employer contribution towards the Government Superannuation Fund.

**Support Services to the Governor-General and Maintenance of the residences (M52)***Scope of Appropriation*

This appropriation is limited to financial, administrative, communications, travel and advisory services for the Governor-General; services to maintain the Governor-General's residences including gardening, maintenance and security; and conservation of Government House, Wellington.

*Expenses and Revenue*

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	3,591	727	4,318
Revenue from Crown	3,561	727	4,288
Revenue from Other	40	(10)	30

*Reasons for Change in Appropriation*

The increase is the result of a fiscally neutral transfer of \$120,000 from Policy Advice and Secretariat and Coordination Services output class appropriation and a transfer of \$600,000 from the Crown Capital appropriation for operating expenses relating to the Government House conservation project, and additional funding for the employer contribution towards the Government Superannuation fund.

## Part 5 - Details and Expected Results for Other Expenses

### Part 5.2 - Non-Departmental Other Expenses

#### Depreciation Expenses on Crown Assets (M52)

##### *Scope of Appropriation*

Depreciation expenses on Government Houses in Wellington and Auckland and their contents.

##### *Expenses*

	2010/11		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	1,060	648	1,708

##### *Reasons for Change in Appropriation*

The increase is due to additional funding for anticipated increase in depreciation expenses following the completion of the conservation project.

#### Fees for the Commissioner of Security Warrants PLA (M52)

##### *Scope of Appropriation*

The appropriation under permanent legislative authority (the NZSIS Amendment (No. 2) Act 1999) will provide for payments to the Commissioner as an independent judicial officer for the authorisation of domestic security warrants.

##### *Expenses*

	2010/11		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	51	20	71

##### *Reasons for Change in Appropriation*

The increase is for additional payment to the Commissioner of the Security Warrant.

**Loss on sale of Crown Assets (M52)***Scope of Appropriation*

Loss on disposal of Crown assets
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*Expenses*

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	328	328

*Reasons for Change in Appropriation*

The additional funding is required for anticipated loss on sale of Crown assets.

**Revaluation Loss (M52)***Scope of Appropriation*

Revaluation loss on Government House Wellington following the completion of the conservation project.
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*Expenses*

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	19,226	19,226

*Reasons for Change in Appropriation*

The increase in appropriation is for anticipated revaluation loss of Government House, Wellington.

## Part 6 - Details and Expected Results for Capital Expenditure

### Part 6.1 - Departmental Capital Expenditure

#### Department of the Prime Minister and Cabinet - Capital Expenditure PLA (M52)

##### *Scope of Appropriation*

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

##### *Capital Expenditure*

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	1,372	(806)	566
Intangibles	100	100	200
Other	-	-	-
<b>Total Appropriation</b>	<b>1,472</b>	<b>(706)</b>	<b>766</b>

##### *Reasons for Change in Appropriation*

The decrease is a result of a transfer of \$1.172 million to GCSB originally appropriated to DPMC for the relocation cost of DPMC's intelligence group and a transfer of \$466,000 from 2009/10 appropriation.

### Part 6.2 - Non-Departmental Capital Expenditure

#### Government House - Capital Investment (M52)

##### *Scope of Appropriation*

This appropriation is limited to the conservation of the Government House, Wellington property to maintain or increase its on-going use, functionality, and value as a heritage asset; and purchases of and investment in capital items for Government House, Auckland.

##### *Capital Expenditure*

	2010/11		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	11,650	5,813	17,463

*Reasons for Change in Appropriation*

The net increase relates to a transfer of \$976,000 from 2009/10; a fiscally neutral transfer of \$5.437 million from 2011/12 appropriation in anticipation of early completion of the Government House conservation project and a fiscally neutral transfer of \$600,000 to Departmental Output: Support Services to the Governor-General and Maintenance of the Residences for operating expenses relating to the Government House conservation project.