

Vote Economic Development

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister for Economic Development (M25),
Minister for Small Business (M62), Minister for the Rugby World Cup (M79)

ADMINISTERING DEPARTMENT: Ministry of Economic Development

MINISTER RESPONSIBLE FOR MINISTRY OF ECONOMIC DEVELOPMENT: Minister for Economic
Development

Details of Appropriations

Details of Annual and Permanent Appropriations

	2010/11		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Departmental Output Expenses			
Policy Advice - Small Business (M62)	1,531	1	1,532
This appropriation is limited to policy advice on issues relating to lifting the capability and performance of Small to Medium Enterprises (SMEs), including ministerial servicing and advice on the development, coordination and implementation of policies and programmes that affect SMEs.			
Policy Advice and Sector Leadership - Firm Capability, Sectoral and Regional Development (M25)	19,431	7,582	27,013
This appropriation is limited to the purchase of policy advice, ministerial servicing and programme management for the development, evaluation and overview of economic, industry and regional development policies and initiatives to achieve short and long term economic growth and stability, and improving and leading the public sector procurement policy and practises.			
Total Departmental Output Expenses	20,962	7,583	28,545
Non-Departmental Output Expenses			
Analysis and Development Services for Firms (M25)	16,242	4,204	20,446
The appropriation is limited to customised advice and support to firms based on analysis of opportunities, issues and risks facing them in their growth and internationalisation, including advice and support for firms to access business assistance grants.			
Canterbury Earthquake Recovery Commission (M25)	-	350	350
This appropriation is limited to the payment of fees and reimbursement of expenses to the four appointed commissioners of the Canterbury Earthquake Recovery Commission.			
Identification and Coordination of International Market Opportunities (M25)	69,450	10,963	80,413
This appropriation is limited to the identification and coordination of international market opportunities for firms through market analysis and intelligence, facilitation into international business networks and marketing and support of New Zealand's presence at significant international events.			
International Investment Facilitation Services (M25)	13,613	(3)	13,610
This appropriation is limited to coordination and analysis of opportunities for investment into New Zealand and investment by New Zealand firms into international markets.			
Investment Fund Management (M25)	2,330	-	2,330
Operational costs of the Venture Investment and Seed Co-investment Funds.			
Regional and Sector Development Services (M25)	39,022	(7,649)	31,373
This appropriation is limited to customised advice and support to regional institutions for the development of regional economic development strategies, and to sectoral industry bodies and groups of firms for the development and implementation of plans to improve the performance of sectors.			
Rugby World Cup (M79)	-	2,492	2,492
This appropriation is limited to performance of the functions relating to the Rugby World Cup Authority.			
Stadium Development (GST component) (M25)	-	27,873	27,873
GST on preliminary work and pre-staging activities associated with the Eden Park project.			
Standardised Training and Advisory Services (M25)	15,565	(4,156)	11,409
This appropriation is limited to standardised training and advisory services provided by third parties to firms on a range of business development needs including business incubation, capital acquisition, finance brokering and exporting.			
Total Non-Departmental Output Expenses	156,222	34,074	190,296

Titles and Scopes of Appropriations by Appropriation Type	2010/11		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Non-Departmental Other Expenses			
Canterbury Earthquake Recovery - Business Support (M25) This appropriation is limited to providing support for the recovery of businesses affected by the Canterbury Earthquake.	-	4,050	4,050
Depreciation on Auckland's Queens Wharf (M25) This appropriation is limited to depreciation expenses associated with Auckland's Queens Wharf.	-	2,000	2,000
Establishment and operation of the Food Innovation Network New Zealand (M25) This appropriation is limited to the establishment and operation of the Food Innovation Network New Zealand.	9,015	5,765	14,780
Film New Zealand (M25) Operation of an independent structure for Film NZ, development of a marketing plan for the film sector and coordination of regional film offices.	833	-	833
International Biotechnology Partnerships (M25) Facilitation of joint ventures between Australia and New Zealand companies in biotechnology development, manufacturing and marketing.	1,700	(1,700)	-
International Growth Fund (M25) This appropriation is limited to support for high growth firms to undertake additional market development and business capability activities required for growth in new markets, that deliver benefits for both the firm and the wider New Zealand economy.	30,027	(10,000)	20,027
Large Budget Screen Production Fund (M25) Assistance to film and television productions that spend over \$15 million in New Zealand.	35,556	91,724	127,280
Major Events Development Fund (M25) Support for major events that provide economic, social, cultural and international profiling benefits to New Zealand.	5,821	4,529	10,350
Management Development Fund (M25) Assistance to address the management capability gap in New Zealand, through the commissioning of research, stimulation of business interest and supply of management development services.	756	(249)	507
Promotion of New Zealand Associated with the America's Cup (M25) This appropriation is limited to meeting costs associated with the proposed sponsorship of Team New Zealand's participation in the next multi-challenger America's Cup.	18,250	(16,250)	2,000
Regional and Industry Development Fund (M25) Support of industry and regional specific projects that are likely to have the ability to contribute to government economic objectives and to unlock high growth potential, including support of Buy Kiwi Made sectoral and regional initiatives.	600	-	600
Regional Partnerships and Facilitation (M25) Provision of advice and grants to support the development of business incubators and regional clusters, and to support regional partnerships to develop and implement sustainable economic growth strategies.	8,613	(4,057)	4,556
Rugby World Cup Free-to-Air Broadcasting Right (M79) This appropriation is limited to meeting the government contribution to the joint bid by the Māori Television Service, Television New Zealand and Mediaworks for the Rugby World Cup free-to-air broadcasting right.	1,600	-	1,600

	2010/11		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Non-Departmental Other Expenses - cont'd			
Sector Strategies and Facilitation (M25)	1,204	-	1,204
Assistance with the facilitation of specific sector initiatives, particularly in the areas of major events, pre-feasibility and feasibility studies and guarantees for significant projects to access funding through other government programmes and cash grants.			
Square Kilometre Array (M25)	1,000	-	1,000
This appropriation is limited to supporting New Zealand's contribution to the joint bid with Australia to host the Square Kilometre Array.			
Total Non-Departmental Other Expenses	114,975	75,812	190,787
Departmental Capital Expenditure			
Ministry of Economic Development - Capital Expenditure PLA (M25)	5,400	10,482	15,882
This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Economic Development, as authorised by section 24(1) of the Public Finance Act 1989.			
Total Departmental Capital Expenditure	5,400	10,482	15,882
Non-Departmental Capital Expenditure			
New Zealand Trade and Enterprise (M25)	147	-	147
To increase NZTE's in-market assistance for New Zealand firms in China, India and Japan.			
Seed Co-investment Fund (M25)	8,000	1,300	9,300
Support the development of the market for early stage equity finance.			
Temporary Rugby World Cup showcase and festival building on Auckland's Queens Wharf (M25)	-	8,000	8,000
This appropriation is limited to the construction and removal of a temporary Rugby World Cup showcase and festival building on Auckland's Queens Wharf.			
Venture Investment Fund (M25)	-	19,350	19,350
Capital Investment to accelerate the development of the New Zealand Venture Capital Market. Public funds will be co-invested with the private sector to increase the rate of formation of new businesses based on high added value goods and services.			
Total Non-Departmental Capital Expenditure	8,147	28,650	36,797
Total Annual and Permanent Appropriations	305,706	156,601	462,307

Details of Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$'000
Non-Departmental Output Expenses		
New Zealand's Participation at Expo 2010 Shanghai, China (M25)	Original Appropriation	26,600
This appropriation is limited to New Zealand's participation at Expo 2010 in Shanghai, China.	Adjustments to 2009/10	9,756
	Adjustments for 2010/11	(2,600)
Commences: 1 July 2008	Adjusted Appropriation	33,756
	Actual to 2009/10 Year End	23,179
Expires: 30 June 2011	Estimated Actual for 2010/11	10,577
	Estimated Actual for 2011/12	-
	Estimated Appropriation Remaining	-
Non-Departmental Other Expenses		
Rugby World Cup Leverage and Legacy Programmes (M25)	Original Appropriation	11,250
This appropriation is limited to the provision of Rugby World Cup leverage and legacy programmes (both offshore and onshore).	Adjustments to 2009/10	-
	Adjustments for 2010/11	1,000
Commences: 1 July 2010	Adjusted Appropriation	12,250
	Actual to 2009/10 Year End	-
Expires: 30 June 2012	Estimated Actual for 2010/11	5,750
	Estimated Actual for 2011/12	6,500
	Estimated Appropriation Remaining	-
Transformational Initiatives Fund (M25)	Original Appropriation	9,766
Funding for the implementation of policy on transformational initiatives as agreed by Cabinet.	Adjustments to 2009/10	520
	Adjustments for 2010/11	(3,500)
Commences: 1 March 2009	Adjusted Appropriation	6,786
	Actual to 2009/10 Year End	-
Expires: 30 June 2013	Estimated Actual for 2010/11	3,986
	Estimated Actual for 2011/12	1,100
	Estimated Appropriation Remaining	1,700

Details of Projected Movements in Departmental Net Assets

Ministry of Economic Development

Details of Net Asset Schedule	2010/11 Main Estimates Projections \$000	2010/11 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2010/11
Opening Balance	26,742	24,918	Supplementary Estimates opening balance reflects the audited results as at 30 June 2010.
Capital Injections	3,400	12,500	
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	(3,000)	(3,000)	
Other Movements	-	-	
Closing Balance	27,142	34,418	