

Performance Information for Appropriations

Vote Prime Minister and Cabinet

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 1.1 - Overview of the Vote

The Prime Minister is responsible for appropriations in the Vote Prime Minister and Cabinet for the 2012/13 financial year covering the following:

- nearly \$3.500 million on free and frank advice on policy issues; services to facilitate inter-departmental coordination of policy development; and leadership of a more collective approach to performance across the state sector
- \$4 million on secretariat services to Cabinet, Cabinet committees and the Executive Council; and administration of the New Zealand Royal Honours system and coordination of the Government's legislation programme
- nearly \$4 million on support services to the Governor-General and maintenance of the official residences
- nearly \$7 million for leadership, advice, coordination around national security matters, leading collaboration within the New Zealand intelligence community including establishing and leading the National Cyber Policy Office, and providing assessments to support national security
- \$407,000 for operating the Science Advisory Committee
- \$650,000 on Government House capital investment
- over \$1.500 million under permanent legislative authority (Governor-General Act 2010) for payments for the salary, allowance, programme and travel expenses outside New Zealand of the Governor-General
- \$2.700 million on departmental capital expenditure
- \$74,000 under permanent legislative authority (NZSIS Amendment (No. 2) Act 1999) for payments to the Commissioner of Security Warrants
- nearly \$2 million for depreciation expenses on Crown assets (Government Houses and their contents), and
- \$218,000 for an ex gratia payment to the University of Auckland for the services of the Prime Minister's Chief Science Advisor.

Details of these appropriations are set out in Parts 2-6 below.

Part 1.2 - High-Level Objectives of the Vote

Government Priorities and Outcomes - Links to Appropriations

| Government Priorities | Government Outcomes | Appropriations |
|---|--|---|
| To build the foundations for a stronger economy To build better results from the public services that New Zealanders rely on To rebuild Christchurch and the Canterbury Economy | Decision making by the Prime Minister and Cabinet is well informed and supported | Policy Advice and Support Services MCOA (M52) Policy Advice - Prime Minister and Cabinet Intelligence Coordination and National Security Priorities |
| | Executive government is well conducted and continues in accordance with the accepted conventions and practices | Policy Advice and Support Services MCOA (M52) Support, Secretariat and Coordination Services |
| | The Governor-General is appropriately advised and supported in undertaking his constitutional, ceremonial and community leadership roles | Policy Advice and Support Services MCOA (M52) Support Services to the Governor-General and Maintenance of the Official Residences |
| | The national securities priorities and intelligence system are well led, coordinated and managed | Policy Advice and Support Services MCOA (M52) Support, Secretariat and Coordination Services Intelligence Coordination and National Security Priorities |
| | State sector performance is improved | Policy Advice and Support Services MCOA (M52) Support, Secretariat and Coordination Services Science Advisory Committee |

Objectives of the Vote

The appropriations for Vote Prime Minister and Cabinet are directed towards the achievement of good government with effective public service support.

Part 1.3 - Trends in the Vote

Summary of Financial Activity

| | 2007/08 | 2008/09 | 2009/10 | 2010/11 | 2011/12 | | 2012/13 | | | 2013/14 | 2014/15 | 2015/16 |
|--|-----------------|-----------------|-----------------|-----------------|-------------------|------------------------------|---|---|--------------------------|--------------------|--------------------|--------------------|
| | Actual \$000 | Actual \$000 | Actual \$000 | Actual \$000 | Budgeted \$000 | Estimated Actual \$000 | Departmental Transactions Budget \$000 | Non- Departmental Transactions Budget \$000 | Total Budget \$000 | Estimated \$000 | Estimated \$000 | Estimated \$000 |
| Appropriations | | | | | | | | | | | | |
| Output Expenses | 15,619 | 15,119 | 15,606 | 17,150 | 17,547 | 17,544 | 18,682 | - | 18,682 | 18,458 | 18,408 | 18,408 |
| Benefits and Other Unrequited Expenses | - | - | - | - | - | - | N/A | - | - | - | - | - |
| Borrowing Expenses | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Expenses | 1,565 | 5,114 | 2,615 | 2,559 | 4,113 | 3,643 | - | 3,766 | 3,766 | 3,548 | 3,548 | 3,548 |
| Capital Expenditure | 1,744 | 6,544 | 19,807 | 17,141 | 1,568 | 1,568 | 2,700 | 650 | 3,350 | 250 | 250 | 250 |
| Intelligence and Security Department Expenses and Capital Expenditure | - | - | - | - | - | - | - | N/A | - | - | - | - |
| Total Appropriations | 18,928 | 26,777 | 38,028 | 36,850 | 23,228 | 22,755 | 21,382 | 4,416 | 25,798 | 22,256 | 22,206 | 22,206 |
| 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 | - | - | - | - | - |

New Policy Initiatives

| Policy Initiative | Appropriation | 2011/12 Budgeted \$000 | 2012/13 Budget \$000 | 2013/14 Estimated \$000 | 2014/15 Estimated \$000 | 2015/16 Estimated \$000 |
|---|--|------------------------------|----------------------------|-------------------------------|-------------------------------|-------------------------------|
| To establish the National Cyber Policy Office | Policy Advice and Support Services MCOA (M52) (Intelligence Coordination and National Security Priorities output class) Departmental Output Class | - | 1,000 | 1,000 | 1,000 | 1,000 |
| To implement a secure, shared electronic platform to improve the Cabinet decision making process (Cabnet project) | Policy Advice and Secretariat and Coordination services Departmental Output Class | 109 | - | - | - | - |
| | Policy Advice and Support Services MCOA (M52) (Policy Advice - Prime Minister and Cabinet output class) Departmental Output Class | - | 755 | 1,089 | 1,039 | 1,039 |
| | Department of the Prime Minister and Cabinet - Capital Expenditure PLA Departmental Capital Expenditure | - | 2,600 | - | - | - |
| To establish a visitor centre at Government House, Wellington | Policy Advice and Support Services MCOA (M52) (Support, Secretariat and Coordination Services output class) Departmental Output Class | - | 360 | 180 | 180 | 180 |
| | Government House - Capital Investment Non-Departmental Capital Expenditure | - | 500 | - | - | - |
| Increase Resources for the Intelligence Group | Policy Advice and Support Services MCOA (M52) (Policy Advice - Prime Minister and Cabinet output class) Departmental Output Class | 100 | - | - | - | - |
| | Policy Advice and Support Services MCOA (M52) (Intelligence Coordination and National Security Priorities output class) Departmental Output Class | - | 390 | 390 | 390 | 390 |
| To relocate the former residence of Sir Edmund Hillary | Policy Advice and Secretariat and Coordination Services Departmental Output Class | 100 | - | - | - | - |
| Efficiency Savings | Policy Advice and Support Services MCOA (M52) (Policy Advice - Prime Minister and Cabinet output class) Departmental Output Class | - | (499) | (488) | (488) | (488) |

Analysis of Significant Trends

Total Vote - All Appropriations

The movements in departmental and non-departmental appropriations in Vote Prime Minister and Cabinet, which are detailed in the Summary of Financial Activity table above, are largely driven by movements in Output Expenses and Crown Capital Expenditure.

Details of significant movements within each appropriation category are detailed below.

Departmental Output Expenses

The increase in 2009/10 was largely due to an increase in funding for the establishment of the Science Advisory Committee.

The increase in 2010/11 was largely due to increase in funding for the establishment for the Science Advisory Committee and for relocation of intelligence and security functions to a new purpose-built facility for the New Zealand intelligence community. The increase also reflects one-off funding transferred from Crown Capital to operating expenses for the purpose of the Government House conservation project.

The increase in 2011/12 was largely due to the establishment of a new Intelligence Coordination Group.

The increase in 2012/13 is largely due to additional funding for the project to improve the Cabinet decision-making process (Cabnet); for establishing a new visitor centre at Government House, Wellington; for implementing the National Cyber Policy Office; and for increasing capabilities in the intelligence groups; offset by efficiency savings.

Departmental Capital Expenditure

The increase in 2012/13 reflects additional funding for the Cabnet project to improve Cabinet decision making.

Non-Departmental Capital Expenditure

The increases in 2008/09 and 2009/10 reflected additional funding for the conservation of Government House, Wellington. The latter increase was time limited until 2011/12.

The decreases in 2011/12 and 2012/13 reflect completion in 2011 of the conservation project in Government House, Wellington.

Part 1.4 - Reconciliation of Changes in Appropriation Structure

| 2011/12 Appropriations in the 2011/12 Structure | 2011/12 (Current) \$000 | Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to | Amount Moved \$000 | 2011/12 Appropriations in the 2012/13 Structure | 2011/12 (Restated) \$000 | 2012/13 \$000 |
|---|-------------------------|---|--------------------|--|--------------------------|---------------|
| Departmental Output Expenses | | | | | | |
| Intelligence Coordination and National Security Priorities | 5,967 | To new multi-class output expense appropriation (MCOA) <i>Intelligence Coordination and National Security Priorities</i> | - | Policy Advice and Support Services MCOA (M52) <i>Intelligence Coordination and National Security Priorities</i> | 5,967 | 6,990 |
| Policy Advice and Secretariat and Coordination Services | 7,345 | To new MCOA <i>Policy Advice - Prime Minister and Cabinet</i> | 3,345 | | | |
| | | From: Policy Advice and Secretariat and Coordination Services | (3,345) | <i>Policy Advice - Prime Minister and Cabinet</i> | 3,345 | 3,427 |
| | | To new MCOA <i>Support, Secretariat and Coordination Services</i> | 4,000 | | | |
| | | From: Policy Advice and Secretariat and Coordination Services | (4,000) | <i>Support, Secretariat and Coordination Services</i> | 4,000 | 4,000 |
| Science Advisory Committee | 407 | To new MCOA <i>Science Advisory Committee</i> | - | <i>Science Advisory Committee</i> | 407 | 407 |
| Support Services to Governor-General and Maintenance of the Official Residences | 3,159 | To new MCOA <i>Support Services to Governor-General and Maintenance of the residences</i> | 3,159 | <i>Support Services to Governor-General and Maintenance of the residences</i> | 3,828 | 3,858 |
| | | From Support Services to Governor-General and Maintenance of the Official Residences | (3,159) | | | |
| Support Services to Governor-General and Maintenance of the residences | 669 | To new MCOA <i>Support Services to Governor-General and Maintenance of the residences</i> | 669 | | | |
| | | From Support Services to Governor-General and Maintenance of the residences | (669) | | | |
| Total appropriations | 17,547 | | - | | 17,547 | 18,682 |

Explanations of the reasons for changing the appropriation structure are noted in the details of each appropriation in Parts 2-6.

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

Intended Impacts, Outcomes and Objectives

| Intended Impacts, Outcomes or Objectives of Appropriations | Appropriations |
|---|--|
| Outcome - Decision-making by the Prime Minister and Cabinet is well informed and supported | Policy Advice and Support Services MCOA (M52) Policy Advice - Prime Minister and Cabinet Intelligence Coordination and National Security Priorities |
| Outcome - Executive Government is well conducted and continues in accordance with accepted conventions and practices | Policy Advice and Support Services MCOA (M52) Support, Secretariat and Coordination Services |
| Outcome - The Governor-General is appropriately advised and supported in undertaking his constitutional, ceremonial and community leadership roles | Policy Advice and Support Services MCOA (M52) Support Services and Maintenance of the Official Residences |
| Outcome - The national security priorities and intelligence system are well led, coordinated and managed | Policy Advice and Support Services MCOA (M52) Support, Secretariat and Coordination Services Intelligence Coordination and National Security Priorities |
| Outcome - State sector performance is improved | Policy Advice and Support Services MCOA (M52) Policy Advice - Prime Minister and Cabinet Support, Secretariat and Coordination Services |
| Outcome - Decision making by the Prime Minister and Cabinet in relation to science and science policy is well informed and supported | Policy Advice and Support Services MCOA (M52) Science Advisory Committee |

For further information on the intended impacts, outcomes and objectives of the departmental output expense appropriations please see the Statement of Intent for the Department of Prime Minister and Cabinet.

Policy Advice and Support Services MCOA (M52)

Scope of Appropriation

Intelligence Coordination and National Security Priorities

This output class is limited to leadership and coordination around national security matters, leading collaboration within the New Zealand intelligence community and providing intelligence assessments to support national security priorities.

Policy Advice - Prime Minister and Cabinet

This output class is limited to the provision of advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by the Prime Minister and the Cabinet.

Science Advisory Committee

This output class is limited to the purchase of high-quality scientific advice to the Prime Minister.

Support Services to the Governor-General and Maintenance of the Official Residences

This output class is limited to financial, administrative, communications and advisory services for the Governor-General; and services to maintain the Governor-General's residences.

Support, Secretariat and Coordination Services

This output class is limited to the provision of services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities including 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.

Explanation for Use of Multi-Class Output Expense Appropriation

These output classes have been grouped under one appropriation because they all contribute to the effective delivery of policy advice and support services to the Prime Minister, Cabinet and its committees, the Executive Council and the Governor-General.

Expenses and Revenue

| | 2011/12 | | 2012/13 |
|---|-------------------|---------------------------|-----------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Total Appropriation | - | - | 18,682 |
| Intelligence Coordination and National Security Priorities | - | - | 6,990 |
| Policy Advice - Prime Minister and Cabinet | - | - | 3,427 |
| Science Advisory Committee | - | - | 407 |
| Support Services to the Governor-General and Maintenance of the Official Residences | - | - | 3,858 |
| Support, Secretariat and Coordination Services | - | - | 4,000 |

| | 2011/12 | | 2012/13 |
|---|-------------------|---------------------------|-----------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Revenue from Crown | - | - | 18,652 |
| Intelligence Coordination and National Security Priorities | - | - | 6,990 |
| Policy Advice - Prime Minister and Cabinet | - | - | 3,427 |
| Science Advisory Committee | - | - | 407 |
| Support Services to the Governor-General and Maintenance of the Official Residences | - | - | 3,828 |
| Support, Secretariat and Coordination Services | - | - | 4,000 |
| Revenue from Other | - | - | 30 |
| Intelligence Coordination and National Security Priorities | - | - | - |
| Policy Advice - Prime Minister and Cabinet | - | - | - |
| Science Advisory Committee | - | - | - |
| Support Services to the Governor-General and Maintenance of the Official Residences | - | - | 30 |
| Support, Secretariat and Coordination Services | - | - | - |

Reasons for Change in Appropriation

This is a new multi-class output expense appropriation. Refer to the Reconciliation Table in part 1.4 for reconciliation between previous appropriations and this new appropriation.

Output Performance Measures and Standards

| Performance Measures | 2011/12 | | 2012/13 |
|---|----------------------|------------------------------|--|
| | Budgeted Standard | Estimated Actual Standard | Budget Standard |
| Intelligence Coordination and National Security Priorities | | | |
| The assessments produced are of policy relevance to New Zealand and are high-quality, accurate and succinct | N/A | N/A | 95% of the assessments are factually correct |
| | N/A | N/A | 95% of assessments require no more than minor revision |
| | N/A | N/A | Feedback from key stakeholders is positive |
| Advice and readiness for emergencies and events meets a high standard of quality | N/A | N/A | Feedback from key stakeholders is positive |
| Support, Secretariat and Coordination Services | | | |
| Coordination services provided meet quality, accuracy, impartiality and timeliness criteria | N/A | N/A | Feedback from key stakeholders is positive |
| Services provided meet quality, accuracy, impartiality and timeliness criteria | N/A | N/A | Key stakeholders are satisfied |
| Policy Advice - Prime Minister and Cabinet | | | |
| Advice provide meets the department's quality, quantity and timeliness standards | N/A | N/A | Key stakeholders are satisfied |

| Performance Measures | 2011/12 | | 2012/13 |
|--|-------------------|---------------------------|---|
| | Budgeted Standard | Estimated Actual Standard | Budget Standard |
| Support Services to the Governor-General and Maintenance of the Official Residences | | | |
| Support to the Governor-General is efficient and effective | N/A | N/A | Feedback from the Governor-General about the services is positive |
| Management of the Governor-General's programme is appropriate and well balanced | N/A | N/A | Feedback from the Governor-General about the services is positive |
| Events at the Government House are well organised | N/A | N/A | Feedback from the Governor-General about the services is positive |
| The Governor-General's official residences are well maintained | N/A | N/A | Maintenance, heritage and gardening plans are adhered to |

Current and Past Policy Initiatives

| Policy Initiative | Year of First Impact | 2011/12 Budgeted \$000 | 2012/13 Budget \$000 | 2013/14 Estimated \$000 | 2014/15 Estimated \$000 | 2015/16 Estimated \$000 |
|--|----------------------|------------------------|----------------------|-------------------------|-------------------------|-------------------------|
| Establishment of the National Cyber Policy Office | 2012/13 | - | 1,000 | 1,000 | 1,000 | 1,000 |
| Increase capability funding for PMC's Intelligence group | 2011/12 | 100 | 390 | 390 | 390 | 390 |
| To implement a secure, shared electronic platform to improve the Cabinet decision-making process (Cabinet project) | 2012/13 | - | 755 | 1,089 | 1,039 | 1,039 |
| To establish a visitor centre at Government House, Wellington | 2012/13 | - | 360 | 180 | 180 | 180 |
| Total | | 100 | 2,505 | 2,659 | 2,609 | 2,609 |

For all past policy initiatives, refer to the tables listed under previous appropriation output classes.

Part 5 - Details and Expected Results for Other Expenses

Part 5.2 - Non-Departmental Other Expenses

Intended Impacts, Outcomes and Objectives

| Intended Impacts, Outcomes or Objectives of Appropriations | Appropriations |
|--|--|
| The Commissioner of Security Warrants is well supported | Fees for the Commissioner of Security Warrants |
| The Governor-General is well supported | Governor-General: Remuneration and Travel |

Depreciation Expenses on Crown Assets (M52)

Scope of Appropriation

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

Expenses

| | 2011/12 | | 2012/13 |
|---------------------|-------------------|---------------------------|-----------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Total Appropriation | 1,962 | 1,500 | 1,962 |

Ex gratia payment to the University of Auckland (M52)

Scope of Appropriation

This appropriation is limited to ex gratia payments to the University of Auckland to enable continued support of Professor Sir Peter Gluckman's own specialised research programme during his membership of the Science Advisory Committee.

Expenses

| | 2011/12 | | 2012/13 |
|---------------------|-------------------|---------------------------|-----------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Total Appropriation | 218 | 218 | 218 |

Current and Past Policy Initiatives

| Policy Initiative | Year of First Impact | 2011/12 Budgeted \$000 | 2012/13 Budget \$000 | 2013/14 Estimated \$000 | 2014/15 Estimated \$000 | 2015/16 Estimated \$000 |
|--|----------------------|---------------------------|-------------------------|----------------------------|----------------------------|----------------------------|
| Increased support for the Science Advisory Committee | 2011/12 | 218 | 218 | - | - | - |

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

| | 2011/12 | | 2012/13 |
|---------------------|-------------------|---------------------------|-----------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Total Appropriation | 74 | 74 | 74 |

Governor-General's Programme PLA (M52)

Scope of Appropriation

This appropriation is limited to expenses incurred on the Governor-General's Programme, as authorised by section 13 of the Governor-General Act 2010.

Expenses

| | 2011/12 | | 2012/13 |
|---------------------|-------------------|---------------------------|-----------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Total Appropriation | 778 | 778 | 839 |

Reasons for Change in Appropriation

This is a new appropriation established during 2011/12 following the passing of Governor-General Act 2010. The increase in 2012/13 reflects the first full-year budget.

Governor-General's Salary and Allowance PLA (M52)

Scope of Appropriation

This appropriation is limited to expenses incurred on the salary, allowance and other payments to the Governor-General, as authorised by section 12 of the Governor-General Act 2010.

Expenses

| | 2011/12 | | 2012/13 |
|---------------------|-------------------|---------------------------|-----------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Total Appropriation | 340 | 340 | 366 |

Reasons for Change in Appropriation

This is a new appropriation established during 2011/12 following the passing of Governor-General Act 2010. The increase in 2012/13 reflects the first full-year budget.

Governor-General's travel outside New Zealand PLA (M52)*Scope of Appropriation*

This appropriation is limited to expenses incurred on the Governor-General's travel outside New Zealand, as authorised by section 14 of the Governor-General Act 2010.

Expenses

| | 2011/12 | | 2012/13 |
|---------------------|-------------------|---------------------------|-----------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Total Appropriation | 256 | 256 | 307 |

Reasons for Change in Appropriation

This is a new appropriation established during 2011/12 following the passing of Governor-General Act 2010. The increase in 2012/13 reflects the first full-year budget.

Reporting Mechanisms

| Appropriation | Reporting Mechanism |
|---|---|
| Depreciation Expenses on Crown Assets | Annual report of Department of the Prime Minister and Cabinet |
| Fees for the Commissioner Security Warrants | Annual report of Department of the Prime Minister and Cabinet |
| Governor-General: Remuneration and travel | Annual report of Department of the Prime Minister and Cabinet |
| Ex Gratia payment to the University of Auckland | Annual report of Department of the Prime Minister and Cabinet |
| Governor-General: Salaries, Allowance and Annuities | Annual report of Department of the Prime Minister and Cabinet |
| Governor-General's Programme | Annual report of Department of the Prime Minister and Cabinet |
| Governor-General's travel outside New Zealand | Annual report of Department of the Prime Minister and Cabinet |

The above table indicates the mechanisms to be used for reporting actual performance for each non-departmental other expenses appropriation.

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Intended Impacts, Outcomes and Objectives

| | |
|--|--|
| Intended Impacts, Outcomes or Objectives of Appropriations | Appropriations |
| Capital infrastructure continues to adequately support the delivery of our outputs | Department of Prime Minister and Cabinet 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

| | 2011/12 | | 2012/13 |
|-------------------------------|----------------|------------------------|--------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Forests/Agricultural | - | - | - |
| Land | - | - | - |
| Property, Plant and Equipment | 288 | 288 | 50 |
| Intangibles | 192 | 192 | 2,600 |
| Other | - | - | 50 |
| Total Appropriation | 480 | 480 | 2,700 |

Reasons for Change in Appropriation

The increase in 2012/13 reflects additional funding for the Cabinet project to improve the Cabinet decision making process.

Part 6.2 - Non-Departmental Capital Expenditure

Intended Impacts, Outcomes and Objectives

| | |
|--|---------------------------------------|
| Intended Impacts, Outcomes or Objectives of Appropriations | Appropriations |
| Government House Wellington is made fit for the purpose for another 50 years | Government House - Capital Investment |

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

| | 2011/12 | | 2012/13 |
|---------------------|-------------------|---------------------------|-----------------|
| | Budgeted \$000 | Estimated Actual \$000 | Budget \$000 |
| Total Appropriation | 1,088 | 1,088 | 650 |

Reasons for Change in Appropriation

The decrease in 2012/13 reflects the completion of the Government House conservation project in 2011/12.

Current and Past Policy Initiatives

| Policy Initiative | Year of First Impact | 2011/12 Budgeted \$000 | 2012/13 Budget \$000 | 2013/14 Estimated \$000 | 2014/15 Estimated \$000 | 2015/16 Estimated \$000 |
|---|----------------------|------------------------|----------------------|-------------------------|-------------------------|-------------------------|
| New Visitor Centre project | 2012/13 | - | 500 | - | - | - |
| Reduction in scope - Conservation of Government House, Wellington | 2010/11 | (2,700) | - | - | - | - |
| Conservation of Government House, Wellington | 2008/09 | 8,137 | - | - | - | - |
| Total | | 5,437 | 500 | - | - | - |

Reporting Mechanisms

| | |
|-------------------------------------|---|
| Appropriation | Reporting Mechanism |
| Government House-Capital Investment | Annual report of the Department of the Prime Minister and Cabinet |

The above table indicates the mechanisms to be used for reporting actual results for each non-departmental capital expenditure appropriation.