

Performance Information for Appropriations

Vote Lands

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister for Land Information (M44)

ADMINISTERING DEPARTMENT: Land Information New Zealand

MINISTER RESPONSIBLE FOR LAND INFORMATION NEW ZEALAND: Minister for Land Information

Part 1 - Summary of the Vote

Part 1.1 - Overview of the Vote

The Minister for Land Information is responsible for appropriations in Vote Lands for the 2012/13 financial year covering the following:

- a total of just under \$3 million for policy advice about land information and ministerial support
- a total of over \$7 million for standards and quality assurance for the regulation of (i) Crown property management, acquisition and disposal; (ii) property valuation for rating purposes; (iii) the collection, authorisation, management and dissemination of information associated with the lands rights register, geodetic and cadastral survey reference systems, and topographic and hydrographic information systems
- a total of nearly \$3 million for provision of advice and decisions regarding overseas investment in New Zealand
- a total of just under \$66 million for services associated with the collection, authorisation, management and dissemination of land information
- a total of just under \$19 million for the delivery of Crown property management, acquisition and disposal services
- a total of just under \$3 million for the Oceans Survey 20/20 programme
- a total of just under \$2 million for the administration of the New Zealand Geographic Board
- a total of \$500,000 for remedial work on Crown and private land and property
- a total of just over \$20 million on other expenses to be incurred by the Crown, including (i) a total of \$17 million to pay New Zealand Transport Agency the equivalent of what the Crown has received from the sales of Transit properties; (ii) a total of just over \$1 million for the payment of rates on Crown-owned land; (iii) a total of almost \$1 million for the investigation and resolution of land related liabilities administered by the department; and (iv) other expenses including the loss on disposal of properties arising from Crown obligations, management of Crown forest properties, bad and doubtful debts, depreciation of buildings on Crown land, and the payment of leasehold liabilities on residual surplus government accommodation administered by the Department
- a total of \$1 million for Crown capital expenditure for the purchase of properties to meet Crown obligations
- a total of just over \$6 million for departmental capital expenditure on property, plant, equipment and intangible assets, and
- a total of nearly \$11 million for capital expenditure on the acquisition of lessees' interests in pastoral leases (through a multi-year appropriation).

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

Part 1.2 - High-Level Objectives of the Vote

Contribution of Appropriations to Government Priorities and Outcomes

Government Priorities	Government Outcomes	Appropriations
Build a more competitive and productive economy	<p>The integrity of the property rights system maintained to encourage trade, commerce and wellbeing</p> <p>Increase the productive use of location-based information</p> <p>Enable appropriate economic, environmental and recreational uses of Crown-owned and used land</p>	<p>Administration of the New Zealand Geographic Board (Ngā Pou o Aotearoa) Act 2008</p> <p>Administration of the Overseas Investment Act 2005</p> <p>Crown Property Management and Disposal Services</p> <p>Land and Seabed Data Capture and Processing</p> <p>Land and Seabed Information Access and Dissemination</p> <p>Land and Seabed Information Storage and Management</p> <p>Oceans Survey 20/20 Programme</p> <p>Policy Advice and Related Services MCOA Standards and Quality Assurance</p>
Rebuild Christchurch	<p>The integrity of the property rights system maintained to encourage trade, commerce and wellbeing</p> <p>Increase the productive use of location-based information</p> <p>Enable appropriate economic, environmental and recreational uses of Crown-owned and used land</p>	<p>Crown Property Management and Disposal Services</p> <p>Land and Seabed Data Capture and Processing</p> <p>Land and Seabed Information Access and Dissemination</p> <p>Land and Seabed Information Storage and Management</p> <p>Policy Advice and Related Services MCOA Standards and Quality Assurance</p>
Deliver better public services	<p>The integrity of the property rights system maintained to encourage trade, commerce and wellbeing</p> <p>Increase the productive use of location-based information</p> <p>Enable appropriate economic, environmental and recreational uses of Crown-owned and used land</p>	<p>Crown Property Management and Disposal Services</p> <p>Land and Seabed Data Capture and Processing</p> <p>Land and Seabed Information Access and Dissemination</p> <p>Land and Seabed Information Storage and Management</p> <p>Policy Advice and Related Services MCOA Standards and Quality Assurance</p>

Objectives of the Vote

LINZ carries out a range of activities that underpin social and economic activity and public service that benefit New Zealanders every day. Our work supports activities as diverse as buying a house, navigating the seas and sending emergency services to the right location.

LINZ carries out three core functions relating to our purpose:

- management of property rights - administer the survey and title system that forms the basis of New Zealand's property rights system (facilitate the sale, purchase and development of property at reasonable cost), regulate property valuation, manage property rights related to reclaimed marine and coastal land and administer New Zealand's overseas investment legislation

- management of information - generating, collecting, compiling and providing location-based information and information relating to property rights and transactions and facilitating more widespread use of New Zealand's broad range of location-based information (including hydrographic, topographic and geodetic), and
- management of land - administering a range of Crown-owned lands for the benefit of the New Zealand public and regulate the acquisition and disposal of Crown land by government agencies.

Through carrying out our activities, LINZ seeks to deliver three lasting outcomes for New Zealand:

- the integrity of the property rights system maintained to encourage trade, commerce and wellbeing
- increasing the productive use of location-based information, and
- enabling appropriate economic, environmental and recreational uses of Crown owned and used land.

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	119,440	115,890	100,959	103,658	109,505	96,116	100,953	500	101,453	99,529	98,936	98,936
Benefits and Other Unrequited Expenses	-	-	-	-	-	-	N/A	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	12,092	37,068	20,858	50,690	36,875	11,496	-	20,411	20,411	20,411	20,411	20,411
Capital Expenditure	29,656	16,872	10,486	15,464	31,596	28,596	6,120	11,767	17,887	12,092	11,367	11,917
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	N/A	-	-	-	-
Total Appropriations	161,188	169,830	132,303	169,812	177,976	136,208	107,073	32,678	139,751	132,032	130,714	131,264
Crown Revenue and Capital Receipts												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	14,195	21,011	19,637	37,001	40,208	15,208	N/A	21,209	21,209	21,209	21,209	21,209
Capital Receipts	7,064	240,373	9,370	23,266	6,959	6,959	N/A	6,000	6,000	6,000	6,000	6,000
Total Crown Revenue and Capital Receipts	21,259	261,384	29,007	60,267	47,167	22,167	N/A	27,209	27,209	27,209	27,209	27,209

Analysis of Significant Trends

The increase in output expense in 2007/08 was to fund the implementation of the 100% e-lodgement programme. Savings were offered back in Budget 2009, and other savings resulting from the e-lodgement programme are reflected in a lower baseline from 2012/13.

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 Expense						
		Transferred to Policy Advice and Related Services MCOA				
Policy Advice	2,546	Transferred to: Ministerial Services, Appointments, Implementation and Operational Policy	(625)			
		Transferred to: Policy Advice	(1,921)			
Departmental Multi-class Output Expense				Policy Advice and Related Services MCOA		
		Transferred from: Policy Advice	625	Ministerial Services, Appointments, Implementation and Operational Policy	625	625
		Transferred from: Policy Advice	1921	Policy Advice	1,921	1921

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

On 9 November 2011, the Office of the Auditor-General reported to the Minister for Land Information on the Audit of Land Information New Zealand (LINZ) for the year ended 30 June 2011. As noted in the report LINZ continues to work on annual improvements to its performance measures and systems. The report also recommended a restructure of the output classes, which LINZ intends to undertake for the 2013/14 financial year.

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
<p>Outcome: The integrity of the property rights system maintained to encourage trade, commerce and wellbeing:</p> <ul style="list-style-type: none"> Our aim under this outcome is to deliver a world-class property rights system, which in turn provides one of the foundations for building a more competitive and productive economy; guaranteed property rights and the ability of businesses to expand through using real property as collateral. Under this outcome, we also ensure rating valuations are fair to rate-payers and administer the regime for screening overseas investment applications to buy sensitive New Zealand assets. 	<p>Land and seabed data capture and processing Land and seabed information storage and management Land and seabed information access and dissemination Policy advice and related services MCOA Standards and quality assurance</p>
<p>Outcome: Increasing the productive use of location-based information:</p> <ul style="list-style-type: none"> Under this outcome LINZ aims to unlock the \$500 million in annual economic benefits for New Zealand through better reuse of location-based information. Location-based information already contributes an annual \$1.2 billion in productivity benefits to New Zealand. LINZ wants to help provide more opportunities for businesses and central and local government to use location-based tools to innovate and enhance decision making. 	<p>Land and seabed data capture and processing Land and seabed information storage and management Land and seabed information access and dissemination Ocean survey 20/20 programme</p>
<p>Outcome: Enabling appropriate economic, environmental and recreational uses of Crown owned and used land:</p> <ul style="list-style-type: none"> LINZ manages 8% of New Zealand's land area, some of it among the most iconic land in our country. LINZ aims to manage Crown land efficiently and effectively and safeguard it. In that way, LINZ can enable Crown land to be put to its best use now and in the future. Given the variety of our activities, enabling will take many forms. In some cases, land under our management is being held for Treaty of Waitangi settlements, and our cross-government contribution to settling claims ensures land is released to Iwi to further Māori and regional economic development. LINZ also regulates the acquisition and disposal of land by all Crown agencies; many such transactions are vital to the development of our national infrastructure. LINZ ensures Crown agencies buy and sell land in a manner that meets legislative requirements and balances both public and private interests. 	<p>Crown property management and disposal services Land and seabed information access and dissemination Policy advice and related services MCOA</p>
<p>Outcome: Supporting the rebuild of Canterbury</p> <ul style="list-style-type: none"> We will play a supporting role to the Canterbury Earthquake Recovery Authority by providing them with staff, information and coordination of infrastructure repair work. LINZ will provide CERA assistance for managing the 7,000 suburban red zone properties. LINZ will continue to work towards rebuilding the geodetic network, which will in turn greatly assist with the rebuild of the infrastructure in Canterbury. 	<p>Crown property management and disposal services Land and seabed data capture and processing Policy advice and related services MCOA Standards and quality assurance</p>

For further information on the intended impacts, outcomes and objectives of the departmental output expense appropriations, please see the Statement of Intent for Land Information New Zealand.

Administration of the New Zealand Geographic Board (Ngā Pou Taunaha o Aotearoa) Act 2008 (M44)

Scope of Appropriation

This appropriation is limited to the expenses incurred under the New Zealand Geographic (Ngā Pou Taunaha o Aotearoa) Act 2008, including: Board/Committee meetings, secretariat personnel, consultation, public advertising and publicity, national and international liaison and representation, and Board publications.

Expenses and Revenue

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,463	1,463	1,432
Revenue from Crown	1,403	1,403	1,432
Revenue from Other	60	60	-

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The percentage of Treaty and non-Treaty geographic official name proposals considered by the Board in accordance with legislation, protocols and policy.	100%	100%	100%
The percentage of public consultation on non-Treaty official geographic name proposals carried out in accordance with legislation, protocols and policy.	100%	100%	100%
The percentage of responses to public consultation on non-Treaty official geographic name proposals, which are received within the consultation period, are considered by the Board at its next scheduled regular meeting.	100%	100%	95%

Description:

The Board has capacity to consider up to 150 proposals for official non-treaty official geographic names from the public, and it expects to receive between 75 and 150 proposals for official geographic names in 2012/13. The Board also considers proposals for official geographic names for Treaty of Waitangi Settlements from the Office of Treaty Settlements. It currently has capacity to consider up to 160 Treaty geographic names, and expects to receive between 100 and 200 requests for Treaty geographic names to be considered. If the number of requests exceeds our capacity of 160, then our ability to meet our 2012/13 Budget Standard of 100% is compromised.

Administration of the Overseas Investment Act 2005 (M44)

Scope of Appropriation

This appropriation is limited to the assessing of applications, for consent to the acquisition of investments in New Zealand land, significant business assets and fishing quota; monitoring and enforcement.

Expenses and Revenue

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,955	2,955	2,955
Revenue from Crown	-	-	-
Revenue from Other	2,729	2,729	2,533

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The percentage of acceptance by Ministers of recommendations on applications, for those applications requiring Ministerial decision.	100%	89%	95%
The percentage of accepted applications under active consideration by the Overseas Investment Office that are processed within the timeline specified for each of the following categories:			
• Category 1 Applications - 30 working days or less	90%	90%	90%
• Category 2 Applications - 50 working days or less	90%	100%	90%
• Category 3 Applications - 70 working days or less.	90%	100%	90%
The percentage of applications screened for registration within 5 working days of receipt.	95%	69%	95%
The percentage of consent monitoring reports assessed within 40 working days of receipt.	90%	98%	90%
The percentage of public alerts about potential breaches of consent conditions assessed for possible investigation within 10 working days of receipt.	90%	100%	90%
The percentage of initial investigation reports completed within 60 working days of the investigation beginning.	90%	90%	90%

Description:

LINZ expects to receive approximately 200 (range 175-225) overseas investment applications for registration in 2012/13.

Memorandum Account

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Overseas Investment Office			
Opening Balance at 1 July	(1,000)	(1,000)	(1,346)
Revenue	2,729	2,605	2,533
Expenses	(2,955)	(2,951)	(2,955)
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	(1,226)	(1,346)	(1,768)

Crown Property Management and Disposal Services (M44)*Scope of Appropriation*

The management and disposal of the Crown's interest in land and property (outside of the conservation estate) and acquisition, management and disposal of land and property administered by the department on behalf of the Crown.

Expenses and Revenue

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	19,651	18,451	18,237
Revenue from Crown	18,506	17,506	16,892
Revenue from Other	1,204	1,086	1,504

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Pastoral Lease and License Management			
The percentage of complaints of non-compliance for which investigation reports are completed within 40 working days.	New Measure	New Measure	100%
The percentage of reports for decisions about discretionary actions on pastoral land submitted to the Commissioner of Crown lands within 40 working days of receipt.	95%	95%	95%
The percentage of tenure review proposals produced in a timely manner and any delays appropriately mitigated. See Note 1	80%	80%	100%
The percentage of reports for non-compliance discretionary action decisions and proposals for tenure review that meet regulatory and statutory requirements.	100%	100%	100%

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Crown Property Clearance Services			
The percentage of property reports and recommendations cleared or responded to within 10 working days.	95%	95%	95%
The percentage of statutory decisions that meet regulatory and statutory requirements.	100%	100%	100%
The rating that LINZ receives from key acquisition and disposal stakeholders for its timeliness and decision-making in relation to property acquisitions and disposals. See Note 2	New Measure	New Measure	Average rating of good or better
Management of Crown Land			
The percentage of economically viable properties managed by LINZ that are tenanted or leased.	New Measure	New Measure	95%
Maintain or decrease the value of aged debtors on a monthly basis.	Less than 4% of revenue from rents	4% or less	Less than 4% of revenue from rents
The revenue generated from the sale of properties released for disposal.	\$6.0 million ($\pm 10\%$)	\$4.1 million	\$6.0 million ($\pm 10\%$)
The number of land-related liabilities resolved/settled each year. See Note 3	15 (range 10-30)	12	15 (range 10-30)
The percentage of land-related liabilities managed in accordance with LINZ's Operating Framework for Investigation and Management of Land Related Liabilities and other government policies.	100%	100%	100%
The percentage of LINZ land administration decisions that meet regulatory and statutory requirements.	100%	100%	100%
Compliance			
The number of instances of serious non-compliance by property management and biosecurity service providers.	New Measure	New Measure	0
The area of lake bed under active management for aquatic weed control. See Note 4	1,500 hectares (range 1000-2000 hectares)	1,500 hectares	1,500 hectares (range 1000-2000 hectares)
The area of non-pastoral, non-Crown forest land under active management for pest-plant and animal control. See Note 5	60,000 hectares (range 50,000-70,000 hectares)	60,000 hectares	60,000 hectares (range 50,000-70,000 hectares)
The percentage of weed and pest management activities that comply with the LINZ Biosecurity Operational Plan.	100%	100%	100%
The rating LINZ receives from its annual satisfaction survey of key biosecurity stakeholders.	Average rating of 3 out of 5 or above	Average rating of 3 out of 5 or above	Average rating of 3 out of 5 or above
Treaty Settlements			
The percentage of LINZ Treaty settlement work that meets regulatory and statutory requirements.	100%	100%	100%
The Office of Treaty Settlements rating of LINZ in LINZ's annual satisfaction survey.	3 out of 5 or better	3 out of 5 or better	3 out of 5 or better

Description:

LINZ manages some 5,000 properties. Of these 53 are economically viable properties returning over \$10,000 in rent per annum, and 48 Crown Forest Licences. The remaining 4,900 properties have negligible ability to produce economic returns. LINZ tenders out property maintenance contracts to manage the economically viable properties, and 2,200 properties that have negligible ability to produce economic returns, but require maintaining. In addition to the above properties, LINZ also manages 231 Pastoral Leases in the South Island. LINZ has obligations across its properties to undertake risk management activities and these are addressed in the compliance section above.

Crown Property Clearance Service - LINZ anticipates that it will clear and make statutory decisions on 3,000 (range 2,500-3,500) property reports in 2012/13.

Note 1 - Tenure Review is a voluntary process by which the lessee can ask the Commissioner of Crown Lands to review lessee's lease-holding. In undertaking a tenure review LINZ engages contractors to complete a number of key aspects of the review. Many of these aspects are reliant on third parties who are not bound by any contractual requirement to meet LINZ's timeframes. Where the contractor proves they have done all that can be expected in the circumstances a variation will be issued.

Note 2 - The key stakeholder that LINZ will survey is, the New Zealand Transport Agency.

Note 3 - LINZ manages some 300-375 very diverse actual/potential Crown liabilities. Where resolution is necessary, this may take months to years, being particularly protracted where resolution is subject to litigation.

Note 4 - The vulnerable areas of lakes, which varies from lake to lake, are actively managed by operations including initial diver inspections and subsequent hand weeding, suction dredging and herbicide spraying.

Note 5 - This entails dealing with pest animals and plants, being mainly rabbits, gorse, broom, old man's beard and wilding trees. In general, a greater area under active management means better performance.

Memorandum Account

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Crown Property Clearances			
Opening Balance at 1 July	-	-	362
Revenue	891	891	891
Expenses	891	529	891
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	-	362	362

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
Current Government						
Savings offered back	2008/09	(400)	(400)	(400)	(400)	(400)
Previous Governments						
Crown Managed Pests on its Land to Support Regional Pest Management	2008/09	444	444	444	444	444
Crown property disposal programme	2007/08	400	400	400	400	400

Land and Seabed Data Capture and Processing (M44)

Scope of Appropriation

The collection and authorisation of land data and information in accordance with the regulatory frameworks.

Expenses and Revenue

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	46,775	41,228	42,324
Revenue from Crown	21,576	21,276	19,480
Revenue from Other	45,354	44,854	46,324

Reasons for Change in Appropriation

The decrease in the Appropriation to \$42.324 million reflects savings relating to 100% e-lodgement and expense transfers into the 2011/12 year.

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Survey and Title information			
The percentage of title datasets incorporated into Landonline in accordance with regulatory and other standards set by the Register General of Land.	99.8%	100%	99.8%
The percentage of cadastral datasets processed and integrated into Landonline in accordance with regulatory and other standards set by the Surveyor General.	95%	95%	95%
The rating from survey and titles customers on the overall quality of LINZ's 0800 Customer Support and quality of information searched in Landonline. See Note 1	3 or better	3	3 or better
The percentage of cadastral survey datasets approved within 10 working days.	90%	83%	90%
The percentage of all title transactions, requiring manual processing, processed within 10 working days.	90%	83%	90%
The percentage of Landonline system availability to customers between 7am and 9pm on Monday-Thursday, 7am to 7pm on Friday, and 9am to 5pm on Saturday.	99.5%	99.6%	99.5%
Geodetic and Topographic			
The number of surveyed or maintained contracted geodetic control marks achieved. See Note 2	1,700 (range 1,500-2,000)	1,800	1,700 (range 1,500-2,000)
Notifications of urgent work on survey marks are responded to within 2 working days.	New Measure	New Measure	100%
The percentage of topographic and geodetic datasets that comply with relevant regulatory or other standards.	100%	100%	100%
The percentage of planned updates and revisions of Topo50 map sheets completed.	New Measure	New Measure	100%

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Hydrographic			
The number of level 1, 2 and 3 hydrographic surveys undertaken. See Note 3	New Measure	2 (level 1 and 2)	3 (est. 1 of each level) (range 0-4)
The percentage of hydrographic surveys that comply with relevant standards.	100%	100%	100%
Electoral/Addressing Data, Products and Services			
The rating received on LINZ's performance of electoral and addressing obligations under the Memorandum of Understanding with Statistics New Zealand.	New Measure	New Measure	'good' or better
Implementation of the Geospatial Strategy			
The Geospatial Strategy is delivered in accordance with the work plan agreed to by the Geospatial Governance Group.	On target to meet work plan	On target to meet work plan	100%

Description:

LINZ makes provision to process 8,000 (range 7,200-8,800) cadastral survey datasets per annum, as submitted by Licensed Cadastral Surveyors. LINZ also estimates it will register 560,000 (range 504,000-616,000) title documents, and issue 31,360 (range 28,200-34,500) new land titles per annum.

LINZ produces a number of products and services from the National Authoritative Geospatial Record, these consist of geodetic, topographic and hydrographic data sets and products.

Note 1 - This measure annualises the scores from LINZ's monthly surveys of randomly selected regular survey and titles customers.

Note 2 - The number of marks surveyed or maintained is dependant on contractor cost fluctuations

Note 3 - Hydrographic survey cost levels are:

- level 1: more than \$3.5 million
- level 2: \$1-3.5 million, and
- level 3: less than \$1 million.

Memorandum Account

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Landonline			
Opening Balance at 1 July	(40,060)	(40,060)	(26,289)
Revenue	55,983	55,983	55,827
Expenses	41,488	42,212	44,041
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	(25,565)	(26,289)	(14,503)

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
Current Government						
Savings offered back	2009/10	(1,550)	(1,550)	(1,550)	(1,550)	(1,550)

Land and Seabed Information Access and Dissemination (M44)

Scope of Appropriation

The provision of access to, and dissemination of, information held by LINZ.

Expenses and Revenue

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	4,977	4,344	4,676
Revenue from Crown	1,613	1,613	1,612
Revenue from Other	9,834	9,834	10,137

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Survey and Title Information			
The rating from survey and titles customers on the overall ease of using Landonline	3 or better	3.4	3 or better
The percentage of survey and title records made available to customers within two working days.	90%	91.6%	90%
Topographic and hydrographic products and services			
The percentage of printed and digital maps in the Topo50 series available to the public and emergency services.	100%	100%	100%
The percentage of hydrographic products and services that meet relevant regulatory standards.	100%	100%	100%
The percentage of urgent Maritime Safety Information NAVAREAXIV made available to the mariner within 2 business hours.	100%	100%	100%
The percentage of topographic maps and hydrographic charts dispatched to the retailer within 2 working days.	100%	100%	100%

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Provision of data			
The percentage of service levels for availability of online geodetic network data and the tsunami monitoring network achieved.	New Measure	New Measure	100%
All data released through the LINZ Data Service compiles with Open data standards, NZGOAL, ANZLIC metadata standards and is discoverable on a New Zealand data catalogue.	100%	100%	100%

Description:

LINZ provides Landonline which is a searchable database that is used by licensed users such as lawyers, conveyancers, surveyors and real estate agents. In the 2012/13 year LINZ expects that 112,000 (range 100,800-123,200) searches will be taken for surveys, and that 2,671,000 (range 2,404,000-2,938,000) title searches will be undertaken.

Land and Seabed Information Storage and Management (M44)

Scope of Appropriation

Ensuring that the security and management of LINZ's databases and systems for land information are managed effectively and efficiently.

Expenses and Revenue

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	19,680	14,021	18,829
Revenue from Crown	54	54	54
Revenue from Other	515	515	515

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
IT systems availability levels are within the range required to support business outcomes.	New Measure	New Measure	99%
Findings from the regular audits indicate that appropriate practices are in place to ensure the integrity of the systems.	New Measure	New Measure	100%
The IT architecture components are reviewed based on strategic direction and the business planning process to ensure ongoing alignment of the LINZ technical environment.	The IT architecture standards and roadmap are maintained in alignment with business direction	The IT architecture standards and roadmap are maintained in alignment with business direction	The IT architecture standards and roadmap are maintained in alignment with business direction

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
Current Government						
Savings offered back	2009/10	(1,600)	(1,600)	(1,600)	(1,600)	(1,600)

Oceans Survey 20/20 Programme (M44)

Scope of Appropriation

This appropriation is limited to the undertaking of initiatives within the Oceans Survey 20/20 Programme.

Expenses and Revenue

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,809	3,809	2,792
Revenue from Crown	3,809	3,809	2,792
Revenue from Other	-	-	-

Reasons for Change in Appropriation

The decrease in appropriation to \$2.792 million reflects the proposal to change the focus of contracted services purchased from vessel sailing days to the purchase of survey outcomes that align with the OS2020 programme.

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of Ocean Survey 20/20 surveys undertaken.	New Measure	New Measure	1 (range 1-3)
The percentage of Ocean Survey 20/20 survey results that meet the deliverables specified in the service delivery contract.	New Measure	New Measure	100%

Note - Activity information relates to an output volume measure that may be reduced by adverse maritime weather conditions and therefore outside the Department's full control.

Policy Advice and Related Services MCOA (M44)

Scope of Appropriation

Ministerial Services, Appointments, Implementation and Operational Policy

This output class is limited to the provision of services to Ministers to enable them to discharge their portfolio responsibilities, including appointments to boards, the implementation of policy decisions and development of operational policy.

Policy Advice

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 Ministers on government policy matters relating to land, property and geospatial information.

Explanation for Use of Multi-Class Output Expense Appropriation

The output classes have been grouped together to recognise the alignment between provision and implementation of policy advice and of Ministerial support-related services.

Expenses and Revenue

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	2,546
Ministerial Services, Appointments, Implementation and Operational Policy	-	-	625
Policy Advice	-	-	1,921
Revenue from Crown	-	-	2,546
Ministerial Services, Appointments, Implementation and Operational Policy	-	-	625
Policy Advice	-	-	1,921
Revenue from Other	-	-	-
Ministerial Services, Appointments, Implementation and Operational Policy	-	-	-
Policy Advice	-	-	-

Reasons for Change in Appropriation

This is a new Appropriation from 2012/13, the amounts reflect the level of the disestablished appropriation called Policy Advice.

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Ministerial Services, Appointments, Implementation and Operational Policy			
The percentage of non-policy advice items (including Ministerials, accountability documents, board appointments and operational policy) accepted by the Minister without substantive amendment to the underlying rationale.	New Measure	New Measure	90%
The percentage of draft responses to Ministerials processed within 10 working days, or by a date agreed with the Minister's Office.	100%	100%	100%
The percentage of draft responses to Parliamentary questions processed within deadlines.	100%	100%	100%
Policy Advice			
The percentage of draft Cabinet papers accepted by the Minister without substantive amendment to the underlying policy.	90%	100%	90%
The percentage of policy advice briefings accepted by the Minister without substantive amendment to the underlying policy.	New Measure	New Measure	90%

Standards and Quality Assurance (M44)

Scope of Appropriation

Ensuring that the regulatory frameworks that create and protect property rights, and protect the public interest in Crown property management, rating valuations and the land information for which LINZ is responsible, are managed effectively and that delivery against the frameworks is quality assured.

Expenses and Revenue

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	7,149	7,149	7,162
Revenue from Crown	1,309	1,309	1,322
Revenue from Other	2,423	2,423	2,318

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of planned reviews of existing regulatory interventions completed. See Note 1	5 (range 2-7)	5	5 (range 2-7)
The number of significant regulatory interventions, arising from environmental or other factors completed. See Note 2	5 (range 2-8)	6	5 (range 2-8)
The number of complaints upheld by LINZ about regulatory interventions.	New Measure	New Measure	0%
The percentage of planned regulatory framework interventions completed in accordance with regulatory frameworks and process project plans.	100%	100%	100%

Note 1 - Planned interventions are those that arise from a rolling three-yearly review of LINZ's current regulatory intervention programme. Around 20 regulatory interventions, of a total of approximately 60, are considered annually, and of those approximately five warrant revision. Priority interventions reflect those arising because of legislation activity eg, Treaty Settlements, the generation of Registrar General of Lands guidelines for processing centres, and rulings arising from Court case decisions.

Note 2 - Activity information relates to output volume measures that are demand driven and therefore outside the Department's control.

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
Current Government						
Cessation of the Disposal of Crown Land: Conclusion of Wider Review	2009/10	(110)	(110)	(110)	(110)	(110)
Previous Governments						
Disposal of Crown Land: Conclusions of Wider Review	2008/09	110	110	110	110	110
NZ Geographic Board- New Legislative Responsibilities	2007/08	270	270	270	270	270

Part 2.2 - Non-Departmental Output Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
The objective of this appropriation is to: (i) facilitate the letting of contracts by competitive tender for the investigation and analysis of possible contamination on former Crown owned land (now in private ownership) and Crown land held by Land Information New Zealand; and (ii) ensure that identified areas of contamination that the Crown has accepted responsibility for are further investigated and appropriate remedial action taken.	Contaminated sites

Contaminated Sites (M44)

Scope of Appropriation

Analysis, investigation and, where necessary, appropriate remedial action on contaminated sites for which the Crown has accepted responsibility.

Expenses

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	500	150	500

Output Performance Measures and Standards

Performance Measures	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Contracts for investigation, analysis and remediation action are let by competitive tender.	100%	100%	100%
Monitoring reports are provided to the relevant regional councils.	New Measure	New Measure	100%
All changes in results of conditions on sites being monitored are investigated.	New Measure	New Measure	100%

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 intended impact of this appropriation is the efficient management of Crown forest land and associated Crown Forestry Licences pending disposal of the land through the Treaty Settlement process; and maximising the return to the Crown and future owners bearing in mind the interests involved and minimising the cost of any disputes that may arise.	Crown Forest Management
The intended impact of this appropriation is the recognition of the loss on disposal that occurs when there is an obligation to sell surplus land of the Crown at less than fair market value.	Crown Obligations - Loss on Disposal
The intended impact of this appropriation is to enable LINZ to meet its obligations under the Local Government (Rating) Act 2002.	Crown Rates
The objective of this appropriation is the resolution of land-related claims against the Crown which have arisen from perceived errors or omissions by the Crown.	Land Liabilities
The objective of this appropriation is to ensure contractual obligations with respect to Crown leasehold obligations administered by the department are met.	Residual Crown Leasehold Rents
The intended impact of this appropriation is the recognition of the loss on disposal that arose when legislation to effect the terms of the Deed of Settlement agreed with Te Pūmāutanga o Te Arawa was passed.	Te Arawa Iwi writedown
The intended impact of this appropriation is the recognition of the loss on disposal that will arise when legislation to effect the terms of the Deed of Settlement agreed with Ngāti Apa is passed.	Ngāti Apa writedown

Bad and Doubtful Debts (M44)

Scope of Appropriation

This appropriation is limited to the provision for writing off bad and doubtful debts.

Expenses

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	25	25	25

Crown Forest Management (M44)

Scope of Appropriation

Management of Crown forest properties and licences, including settling reviews, interest liability and GST on refunded fees.

Expenses

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	844	844	500

Reasons for Change in Appropriation

The appropriation has decreased to \$500,000 in 2012/13 due to \$344,000 of additional one-off funding in the 2011/12 year for the Ngāti Apa deforestation liability.

Expected Results

	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
All specifications and timeframes set out in Part 2 of the Crown Forest Licence Management Agreement are met.	100%	100%	100%

Crown Rates (M44)

Scope of Appropriation

Payment of rates on Crown land and surplus government properties administered by the department on behalf of the Crown.

Expenses

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,107	1,107	1,107

Expected Results

	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
All Crown rates on land administered by the Department are paid on time.	100%	100%	100%

Depreciation (M44)*Scope of Appropriation*

This appropriation is limited to depreciation of buildings on surplus Crown land.

Expenses

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	393	393	393

Land Liabilities (M44)*Scope of Appropriation*

Investigation and resolution, including legal costs and settlement, of land-related liabilities administered by the department.

Expenses

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	963	584	843

Expected Results

	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The requirements of the LINZ "Operating Framework for the investigation and management of land-related Crown Liabilities" are met.	100%	100%	100%

Proceeds from Sale of Transit NZ Properties (M44)*Scope of Appropriation*

To pay Transit NZ the equivalent of what the Crown has received from the sales of Transit properties.

Expenses

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	33,000	8,000	17,000

Reasons for Change in Appropriation

This appropriation level varies according to forecasts of property sales by Transit NZ.

Residual Crown Leasehold Rents (M44)*Scope of Appropriation*

Leasehold liabilities paid on residual surplus government accommodation administered by the department on behalf of the Crown.

Expenses

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	543	543	543

Expected Results

	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Payments of rent are actioned in accordance with the timeframes and terms of the lease.	100%	100%	100%

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Land Information New Zealand - Capital Expenditure PLA (M44)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the Land Information New Zealand, 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	-	-	-
Intangibles	3,846	3,846	6,120
Other	3,106	3,106	-
Total Appropriation	6,952	6,952	6,120

Reasons for Change in Appropriation

The reason for change is the mix of capital projects being funded in each year.

Part 6.2 - Non-Departmental Capital Expenditure

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
The intended outcome of this appropriation is the purchase of subsidence-affected properties from owners in accordance with the Government's Huntly East Subsidence Policy. Affected owners initiate purchase requests therefore, the Government's position is reactive.	Crown Acquisitions - Huntly East
The intended outcome of this appropriation is the purchase of properties from vendor agencies when directed (as in the Crown's) "Gifted Lands Policy" or from private owners when an obligation arises.	Crown Obligatory Acquisitions

Crown Acquisitions - Huntly East (M44)

Scope of Appropriation

Acquisition of properties falling within Cabinet's approved policy area for Huntly East subsidence zone.

Capital Expenditure

	2011/12		2012/13
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	400	400	1,100

Reasons for Change in Appropriation

The appropriation increased by \$700,000 in 2012/13 to meet anticipated demand on the Crown obligation to purchase properties that could not sell on the open market due to the property market downturn.

Expected Results

	2011/12		2012/13
	Budgeted Standard	Estimated Actual Standard	Budget Standard
All acquisitions are undertaken in accordance with the Government's Huntly East Subsidence Policy.	100%	100%	100%

Land Tenure Reform Acquisitions (M44)

Scope of Appropriation and Capital Expenditure

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<i>Land Tenure Reform Acquisitions (M44)</i> This appropriation is limited to the acquisition of the lessees' interest in pastoral lease land and purchase of any land and/or assets required to complete the acquisition of lessee interest in order to achieve Tenure Review outcomes under the Crown Pastoral Land Act 1998, or to achieve Government high country objectives. Commences: 1 July 2011 Expires: 30 June 2014	Original Appropriation	32,001
	Adjustments to 2010/11	-
	Adjustments for 2011/12	10,577
	Adjusted Appropriation	42,578
	Actual to 2010/11 Year End	-
	Estimated Actual for 2011/12	21,244
	Estimated Actual for 2012/13	10,667
	Estimated Appropriation Remaining	10,667