

Information Supporting the Supplementary Estimates

Vote Environment

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister for the Environment (M29)

ADMINISTERING DEPARTMENT: Ministry for the Environment

MINISTER RESPONSIBLE FOR MINISTRY FOR THE ENVIRONMENT: Minister for the Environment

Part 1 - Summary of the Vote

Part 1.3 - Trends in the Vote

Summary of Financial Activity

	2011/12				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	93,277	(25,569)	27,523	1,954	95,231
Benefits and Other Unrequited Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	47,746	-	(15,657)	(15,657)	32,089
Capital Expenditure	575	375	9,594	9,969	10,544
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	141,598	(25,194)	21,460	(3,734)	137,864
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	26,400	N/A	200	200	26,600
Capital Receipts	-	N/A	-	-	-
Total Crown Revenue and Capital Receipts	26,400	N/A	200	200	26,600

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 Supplementary Estimates Structure - Appropriations affected by the Changes in Appropriation Structure	2011/12 (Restated) \$000
Non-Departmental Other Expenses				Non-Departmental Output Expenses	
Contestable Waste Minimisation Fund	15,000			Contestable Waste Minimisation Fund	15,000
Fresh Start for Fresh Water: New Initiatives	7,500			Fresh Start for Fresh Water: New Initiatives	7,500
Fresh Start for Fresh Water: Rotorua Lakes Restoration Programme	8,200			Fresh Start for Fresh Water: Rotorua Lakes Restoration Programme	8,200
Total Changes in Appropriations	30,700				30,700

The above appropriations have been reclassified from Non-Departmental Other Expenses to Non-Departmental Output Expenses.

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

Environmental Management Obligations and Programmes MCOA (M29)

Scope of Appropriation

Domestic Obligations and Programmes

This output class is limited to contributing to and monitoring of domestic environmental management programmes and educational programmes promoting awareness of environmental issues.

International Obligations and Institutions

This output class is limited to advice on international environmental arrangements, agreements and partnerships; contributing to negotiations with international parties on environmental issues; and undertaking implementation, reporting, monitoring and compliance activities in line with international arrangements, agreements and partnerships.

Explanation for Use of Multi-Class Output Expense Appropriation

These output classes grouped together under this MCOA contribute to the outcome of strengthening and supporting New Zealand's environmental systems so they can achieve the greatest overall environmental, economic and social benefits. These output classes share a particular focus on achieving better solutions to environmental problems by supporting community involvement and action, and international cooperation.

Expenses and Revenue

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	4,380	834	5,214
Domestic Obligations and Programmes	2,670	630	3,300
International Obligations and Institutions	1,710	204	1,914
Revenue from Crown	3,996	1,006	5,002
Domestic Obligations and Programmes	2,286	886	3,172
International Obligations and Institutions	1,710	120	1,830

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Revenue from Other	384	(172)	212
Domestic Obligations and Programmes	384	(256)	128
International Obligations and Institutions	-	84	84

Reasons for Change in Appropriation

During 2011/12 the Ministry has continued to deliver contracting, management and monitoring services for several funds and programmes such as the Community Environment Fund, the Sustainable Management Fund, and the Contaminated Site Remediation Fund. The Ministry has also concluded the Mapua contaminated site remediation and provided advice on New Zealand's compliance obligations under several Conventions.

As a result of balancing the above priorities with others in Vote Environment, and undertaking various initiatives to improve the effectiveness of the Ministry, this Multi-Class Output Appropriation will increase by \$834,000 to \$5.214 million in 2011/12.

Output Performance Measures and Standards

Performance Measures	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
All Classes of Outputs Within this Appropriation			
Percentage of all Regulatory Impact Statements that fully or partially meet quality assurance criteria	At least 80% (for 'fully met' only)	63% (for 'fully met' only)	At least 90%
Ministerial Servicing			
Percentage of responses to parliamentary questions that are completed within required timeframes	100%	100%	100%
Percentage of responses to Ministerial correspondence submitted to the Minister within agreed timeframes	95%	95%	95%
Percentage of responses to ministerial correspondence accepted first time by the Minister	New measure	90%	90%
Percentage of responses to departmental Official Information Act requests sent within statutory deadlines	New measure	100%	100%
Percentage of briefing notes accepted first time by the Minister	New measure	90%	90%
Overall Ministerial satisfaction as surveyed quarterly	New measure	Average 4 out of 5	Average 4 out of 5

Improving Resource Management MCOA (M29)

Scope of Appropriation

Developing and Implementing Treaty Settlements and Environmental Accords

This output class is limited to advice on environmental accords with Māori and Treaty settlements involving natural resources; contributing to negotiations with iwi and affected parties on environmental issues as part of developing deeds of settlement and monitoring relevant sections of deeds of settlement.

Marine Environment Policy Advice

This output class is limited to policy advice, development, review and monitoring of tools, frameworks and institutions and ministerial servicing in relation to the marine environment.

Resource Management Implementation

This output class is limited to the implementation of tools, frameworks and institutions and provision of advice, support, information, and guidance to the public, practitioners and wider natural resource sector in relation to resource management policy and practices.

Resource Management Policy Advice

This output class is limited to policy advice, development, review and monitoring of tools, frameworks and institutions and ministerial servicing in relation to the management of natural and physical resources in New Zealand.

Water Management Policy Advice

This output class is limited to policy advice, development, review and monitoring of tools, frameworks and institutions and ministerial servicing in relation to the quality, flow and availability of freshwater.

Explanation for Use of Multi-Class Output Expense Appropriation

These output classes grouped together under this MCOA contribute to the outcome of strengthening and supporting New Zealand's environmental systems so they can achieve the greatest overall environmental, economic and social benefits, with a shared focus on improving resource management.

Expenses and Revenue

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	28,861	(3,527)	25,334
Developing and Implementing Treaty Settlements and Environmental Accords	1,629	490	2,119
Marine Environment Policy Advice	1,840	(164)	1,676
Resource Management Implementation	12,854	(5,776)	7,078
Resource Management Policy Advice	7,659	580	8,239
Water Management Policy Advice	4,879	1,343	6,222

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Revenue from Crown	28,861	(4,380)	24,481
Developing and Implementing Treaty Settlements and Environmental Accords	1,629	409	2,038
Marine Environment Policy Advice	1,840	(212)	1,628
Resource Management Implementation	12,854	(5,930)	6,924
Resource Management Policy Advice	7,659	295	7,954
Water Management Policy Advice	4,879	1,058	5,937
Revenue from Other	-	853	853
Developing and Implementing Treaty Settlements and Environmental Accords	-	81	81
Marine Environment Policy Advice	-	48	48
Resource Management Implementation	-	154	154
Resource Management Policy Advice	-	285	285
Water Management Policy Advice	-	285	285

Reasons for Change in Appropriation

Significant priorities that have been progressed in 2011/12 include:

- commissioning the Land and Water Forum to provide further advice on the setting of limits including limit setting processes and governance arrangements
- introducing the Exclusive Economic Zone and Continental Shelf (Environment Effects) Bill into Parliament on 24 August 2011, and
- progressing phase two of the Resource Management Reforms.

This Multi-class Output appropriation will decrease by \$3.527 million to \$25.334 million in 2011/12. This is largely due:

- to the transfer of \$3.100 million to Non-Departmental Capital Expenditure: Capital Contribution to the Environmental Protection Authority for future capital work, and
- balancing the above priorities with others in Vote Environment, and undertaking various initiatives to improve the effectiveness of the Ministry.

Output Performance Measures and Standards

Performance Measures	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
All Classes of Outputs Within this Appropriation			
Percentage of all Regulatory Impact Statements that fully or partially meet quality assurance criteria	At least 80% (for 'fully met' only)	63% (for 'fully met' only)	At least 90%

Performance Measures	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Ministerial Servicing			
Percentage of responses to parliamentary questions that are completed within required timeframes	100%	100%	100%
Percentage of responses to Ministerial correspondence submitted to the Minister within agreed timeframes	95%	95%	95%
Percentage of responses to ministerial correspondence accepted first time by the Minister	New measure	90%	90%
Percentage of responses to departmental Official Information Act requests sent within statutory deadlines	New measure	100%	100%
Percentage of briefing notes accepted first time by the Minister	New measure	90%	90%
Overall Ministerial satisfaction as surveyed quarterly	New measure	Average 4 out of 5	Average 4 out of 5

Mitigating Environmental Hazards and Waste MCOA (M29)

Scope of Appropriation

Environmental Hazards and Waste Policy Advice

This output class is limited to policy advice, ministerial servicing, development, review and monitoring of tools, frameworks and institutions including international agreements, conventions and obligations in relation to the risks posed by environmental hazards and waste.

Waste Management and Minimisation

This output class is limited to operational advice, ministerial servicing, implementation of tools, frameworks and institutions, and support, information and guidance to stakeholders in relation to waste management and minimisation.

Explanation for Use of Multi-Class Output Expense Appropriation

These output classes grouped together under this MCOA contribute to the outcome of strengthening and supporting New Zealand's environmental systems so they can achieve the greatest overall environmental, economic and social benefits. These output classes share a particular focus on reducing harm from natural, chemical and biological hazards and from waste through more effective management frameworks.

Expenses and Revenue

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	5,626	(1,428)	4,198
Environmental Hazards and Waste Policy Advice	2,435	68	2,503
Waste Management and Minimisation	3,191	(1,496)	1,695

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Revenue from Crown	5,626	(1,540)	4,086
Environmental Hazards and Waste Policy Advice	2,435	8	2,443
Waste Management and Minimisation	3,191	(1,548)	1,643
Revenue from Other	-	112	112
Environmental Hazards and Waste Policy Advice	-	60	60
Waste Management and Minimisation	-	52	52

Reasons for Change in Appropriation

Significant priorities that have been progressed during 2011/12 include:

- providing advice on New Zealand's chemical and biological risk management framework, and
- reviewing territorial authorities waste management and minimisation plans.

As a result of balancing the above priorities with those in Votes Environment and Climate Change, and undertaking various initiatives to improve the effectiveness of the Ministry, this Multi-Class Output Appropriation will decrease by \$1.428 million to \$4.198 million in 2011/12.

Output Performance Measures and Standards

Performance Measures	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
All Classes of Outputs Within this Appropriation			
Percentage of all Regulatory Impact Statements that fully or partially meet quality assurance criteria	At least 80% (for 'fully met' only)	63% (for 'fully met' only)	At least 90%
Ministerial Servicing			
Percentage of responses to parliamentary questions that are completed within required timeframes	100%	100%	100%
Percentage of responses to Ministerial correspondence submitted to the Minister within agreed timeframes	95%	95%	95%
Percentage of responses to ministerial correspondence accepted first time by the Minister	New measure	90%	90%
Percentage of responses to departmental Official Information Act requests sent within statutory deadlines	New measure	100%	100%
Percentage of briefing notes accepted first time by the Minister	New measure	90%	90%
Overall Ministerial satisfaction as surveyed quarterly	New measure	Average 4 out of 5	Average 4 out of 5

Processing of Resource Management Call-ins and applications made to the Environmental Protection Authority (M29)

Scope of Appropriation

This appropriation is limited to dealing with and determining ministerial call-ins and applications made to the Environmental Protection Authority under Part 6AA of the Resource Management Act 1991.

Reasons for Change in Appropriation

This appropriation has decreased by \$21.490 million to \$nil in 2011/12. This is due to the transfer of the Resource Management Call-ins functions to the Environmental Protection Authority from 1 July 2011.

Waste Minimisation Administration (M29)

Scope of Appropriation

This appropriation is limited to the collection and administration of the waste levy and assessing and monitoring costs relating to projects considered or approved for funding from the waste levy.

Expenses and Revenue

	2011/12		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	1,714	42	1,756
Revenue from Crown	1,714	-	1,714
Revenue from Other	-	42	42

Reasons for Change in Appropriation

This appropriation will increase by \$42,000 to \$1.756 million in 2011/12. This increase is necessary to reflect the change in the accounting treatment of Departmental Revenue and Other Revenue. The Ministry previously offset this revenue against expenses.

Part 2.2 - Non-Departmental Output Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
<p>Impact: Reduce harm from chemical and biological hazards and from waste through more effective management frameworks.</p>	<p>Environmental Protection Authority: Regulatory Functions MCOA (M29)</p> <ul style="list-style-type: none"> • Compliance and Enforcement • Decision Making <p>Rena Long-term Environment Recovery (MYA) (M29)</p>
<p>Impact: Improve the resource management framework to manage environmental effects and allocate resources within environmental limits.</p>	<p>Environmental Protection Authority: Regulatory Functions MCOA (M29)</p> <ul style="list-style-type: none"> • Supporting Environmental Management

Community Environment Fund (M29)

Scope of Appropriation

This appropriation is limited to strengthening partnerships, raising environmental awareness and encouraging participation in environmental initiatives in the community.

Reasons for Change in Appropriation

This appropriation will decrease by \$2.095 million to \$2 million in 2011/12. This is due to the fact that appropriation levels are initially set at the annual funding round limit and timing of deliverables and project milestones are unknown until the funding round is complete. The appropriation has now been rephased to match the expected delivery of projects and updated for actual delivery of milestones.

Contaminated Sites Remediation Fund (M29)

Scope of Appropriation

This appropriation is limited to the investigation, management and remediation of contaminated sites.

Reasons for Change in Appropriation

This appropriation will increase by \$883,000 to \$2.156 million in 2011/12. This increase is to allow a review of the fund to be undertaken to improve the criteria, improve management of the fund, and to prioritise high risk sites that pose a risk to human health and the environment.

Contestable Waste Minimisation Fund (M29)

Scope of Appropriation

This appropriation is limited to grants for waste minimisation initiatives.

Expenses

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	12,500	12,500

Reasons for Change in Appropriation

This appropriation has been transferred from Non-Departmental Other Expenses (Refer to Part 5.2). The Estimates amount for this appropriation for 2011/12 was \$15 million and will decrease by \$2.500 million to \$12.500 million in 2011/12. This is due to the fact that appropriation levels are initially set at the annual funding round limit and timing of deliverables and project milestones are unknown until the funding round is complete. This decrease is due to the rephasing of funds to match the expected delivery of projects and updated for actual delivery of milestones.

Output Performance Measures and Standards

Performance Measures	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Percentage of contestable waste minimisation fund projects that achieve stated project objectives.	90%	90%	90%

Environmental Protection Authority: Regulatory Functions MCOA (M29)

Scope of Appropriation

Compliance and Enforcement

This output class is limited to promotion of compliance and oversight of enforcement for the legislation, regulations, approvals and permits in relation to hazardous substances, ozone-depleting substances, hazardous waste and new organisms.

Decision Making

This output class is limited to enabling decision-making processes for approvals or permits relating to new organisms and hazardous substances, or to import, use and export ozone-depleting substances and hazardous waste of international concern.

Supporting Environmental Management

This output class is limited to supporting decision-making frameworks and providing advice on the implementation and effectiveness of policy, legislation and international developments in the management of hazardous substances, ozone-depleting substances, hazardous waste, new organisms and resource management processes at the national level.

Explanation for Use of Multi-Class Output Expense Appropriation

These output classes grouped together under this MCOA contribute to the same outcome of strengthening and supporting New Zealand's environmental systems so that they can achieve the greatest overall environmental, economic and social benefits.

Expenses

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	14,600	14,600
Compliance and Enforcement	-	3,252	3,252
Decision Making	-	6,428	6,428
Supporting Environmental Management	-	4,920	4,920

Reasons for Change in Appropriation

This appropriation was approved during the year with the establishment of the Environmental Protection Authority.

Output Performance Measures and Standards

Performance Measures	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Decision Making			
EPA processes all applications to import or use hazardous substances or new organisms according to statutory processes and within statutory timeframes (as prescribed by sections 52 and 59 of the HSNO Act)	New measure	100%	100%
Compliance and Enforcement			
All central government enforcement agencies regard the annual HSNO Act compliance activities and intentions report to be fair and accurate and consider they had an acceptable opportunity to provide input into the process and the report	New measure	100%	100%
Supporting Environmental Management			
Percentage of resource management applications called-in by the Minister that are processed within statutory timeframes	New measure	100%	100%
Percentage of applications to the Environmental Protection Authority processed within nine months	New measure	100%	100%
Number of decisions overturned on judicial review	-	-	-

Fresh Start for Fresh Water: New Initiatives (M29)

Scope of Appropriation

This appropriation is limited to the clean-up of New Zealand's freshwater waterbodies arising from historical contamination.

Expenses

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	2,000	2,000

Reasons for Change in Appropriation

This appropriation has been transferred from Non-Departmental Other Expenses. (Refer to Part 5.2) The Estimates amount for this appropriation for 2011/12 was \$7.500 million and will decrease by \$5.500 million to \$2 million in 2011/12. This is due to the fact that appropriation levels are initially set at the annual funding round limit and timing of deliverables and project milestones are unknown until the funding round is complete. This decrease is due to the rephasing of funds to match the expected delivery of projects and updated for actual delivery of milestones.

Output Performance Measures and Standards

Performance Measures	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Percentage of project deliverables completed in accordance with the approved project plan	100%	90%	90%

Fresh Start for Fresh Water: Rotorua Lakes Restoration Programme (M29)*Scope of Appropriation*

This appropriation is limited to maintaining and improving the water quality of the Rotorua Lakes.

Expenses

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	4,100	4,100

Reasons for Change in Appropriation

This appropriation has been transferred from Non-Departmental Other Expenses. (Refer to Part 5.2). The Estimates amount for this appropriation for 2011/12 was \$8.200 million and will decrease by \$4.100 million to \$4.100 million in 2011/12. This decrease is due to delay in meeting a milestone and will not be reached until 2012/13. The milestones are agreed between the Crown, Environment Bay of Plenty and the Rotorua District Council who are jointly involved in a ten year project for the protection and restoration of the water quality of Rotorua lakes.

Output Performance Measures and Standards

Performance Measures	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Rotorua Lake Restoration Programme is undertaken in accordance with Environment Bay of Plenty and Rotorua District Council approved annual work programme	Achieved	Achieved	Achieved

Hazardous Substances and New Organisms Assessment and Management (M29)

Scope of Appropriation

This appropriation is limited to the implementation and operation of the Hazardous Substances and New Organisms Act 1996.

Reasons for Change in Appropriation

This appropriation has decreased by \$10.170 million to \$nil in 2011/12. This is due to merging the appropriation with the Environmental Protection Authority: Regulatory Functions (MCOA). The functions were transferred to the Environmental Protection Authority from 1 July 2011.

Rena Long-term Environment Recovery (M29)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<i>Rena Long-term Environment Recovery (M29)</i>	Original Appropriation	2,872
This appropriation is limited to funding for the implementation of the Rena Long-term Environmental Recovery Plan.	Adjustments to 2010/11	-
	Adjustments for 2011/12	-
Commences: 7 March 2012	Adjusted Appropriation	2,872
Expires: 30 June 2015	Actual to 2010/11 Year End	-
	Estimated Actual for 2011/12	705
	Estimated Actual for 2012/13	1,172
	Estimated Appropriation Remaining	995

Reasons for Change in Appropriation

This appropriation was approved during the year.

Output Performance Measures and Standards

Performance Measures	2011/12		Total Standard
	Estimates Standard	Supplementary Estimates Standard	
Percentage of project deliverables completed in accordance with the Rena Long-term environmental recovery plan.	New measure	90%	90%

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
Objectives: To establish the Environmental Protection Authority	Environmental Protection Authority Costs (M29)
Impact: Improve the relationship between the Ministry for the Environment and Māori by negotiating and implementing fair, durable and fit for purpose deeds of settlement and environmental accords	Transitional Support for Local Government and Iwi (M29)

Contestable Waste Minimisation Fund (M29)

Scope of Appropriation

This appropriation is limited to the funding of grants for waste minimisation initiatives.

Reasons for Change in Appropriation

This appropriation has been transferred to Non-Departmental Output Expenses. (Refer to Part 2.2)

The Ministry has reviewed the classification of the various funds it manages under Non-Departmental Output Expenses and Other Expenses appropriations. To provide consistency of classifications for these funds, the Ministry has transferred this appropriation.

Environmental Protection Authority Establishment Costs (M29)

Scope of Appropriation

This appropriation is limited to the establishment of the Environmental Protection Authority.

Expenses

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	2,000	2,000

Reasons for Change in Appropriation

This appropriation was approved during the year.

Expected Results

2011/12

	Estimates Standard	Supplementary Estimates Standard	Total Standard
Complete activities related to the establishment of the Environmental Protection Authority.	New measure	Achieved	Achieved

Fresh Start for Fresh Water: New Initiatives (M29)

Scope of Appropriation

This appropriation is limited to the clean-up of New Zealand's freshwater waterbodies arising from historical contamination.

Reasons for Change in Appropriation

This appropriation has been transferred to Non-Departmental Output Expenses. (Refer to Part 2.2)

The Ministry has reviewed the classification of the various funds it manages under Non-Departmental Output Expenses and Other Expenses appropriations. To provide consistency of classifications for these funds, the Ministry has transferred this appropriation.

Fresh Start for Fresh Water: Rotorua Lakes Restoration Programme (M29)

Scope of Appropriation

This appropriation is limited to funding to Environment Bay of Plenty and the Rotorua District Council to maintain and improve the water quality of the Rotorua Lakes.

Reasons for Change in Appropriation

This appropriation has been transferred to Non-Departmental Output Expenses. (Refer to Part 2.2)

The Ministry has reviewed the classification of the various funds it manages under Non-Departmental Output Expenses and Other Expenses appropriations. To provide consistency of classifications for these funds, the Ministry has transferred this appropriation.

Fresh Start for Fresh Water: Waikato River Clean-up Fund (M29)

Scope of Appropriation

This appropriation is limited to funding for the Waikato River Clean-up Fund for the restoration and protection of the health and wellbeing of the Waikato River for future generations.

Reasons for Change in Appropriation

This appropriation will increase by \$9.613 million to \$10.137 million in 2011/12. This increase is primarily due to the funding of \$10 million (in net present value terms \$5.933 million) over 30 years to the Waikato River Clean-up Trust for the clean-up of the Waipa River. The balance \$4.204 million relates to the difference between the cash to be paid to the Trust in 2011/12 (\$7 million) and the net present value recognised in 2009/10 from an earlier policy decision.

Hawke's Bay Rivers Clean-up Fund (M29)

Scope of Appropriation

This appropriation is limited to a grant to the Hawke's Bay Regional Council for the clean-up of the Mohaka, Waikari and Waihua Rivers consistent with the findings of the Hawke's Bay Regional Council - Ngāti Pahauwera Research Study.

Expenses

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	2,000	2,000

Reasons for Change in Appropriation

This appropriation will increase by \$2 million in 2011/12. This is due to an expense transfer from 2010/11 to 2011/12 because of delays in signing the deed of funding with Hawke's Bay Regional Council - Ngāti Pahauwera Research Study.

Expected Results

	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
The Crown's obligation, as agreed by Cabinet, to provide funds to implement the priorities of the scoping study for the clean-up of the Mohaka, Waihua and Waikari Rivers, is fulfilled.	Agreed sum paid on the due date	Agreed sum paid on the due date	Agreed sum paid on the due date

Transitional Support for Local Government and Iwi (M29)

Scope of Appropriation

This appropriation is limited to providing transitional support to local authorities and iwi for new arrangements involving iwi in the management of natural resources arising from historical Treaty settlements.

Expenses

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	100	100

Reasons for Change in Appropriation

This appropriation was approved during the year.

Expected Results

	2011/12		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Local authorities and settlement iwi / claimant groups are provided with transitional support from the Crown in respect of new arrangements to better involve iwi in natural resource management.	New measure	Agreed sum paid on due date	Agreed sum paid on due date

Waikato River Co-Management (M29)*Scope of Appropriation*

This appropriation is limited to enabling the Waikato River Iwi to engage in the new co-management arrangements in relation to the Waikato River.

Reasons for Change in Appropriation

This appropriation will increase by \$2.430 million to \$2.632 million in 2011/12. The policy decision to pay \$150 million over 30 years to the Waikato River Iwi was recognised as an expense in 2009/10 in net present value terms. This appropriation now represents the difference between the cash to be paid to the Iwi in 2011/12 (\$5 million) and the net present value recognised in 2009/10.

Warm Homes Grants and Assistance (M29)*Scope of Appropriation*

Crown's contribution to assist with installation of clean and energy efficient heating with a particular focus on the homes of low income earners.

Reasons for Change in Appropriation

This appropriation will decrease by \$1.100 million to \$nil in 2011/12. This decrease is due to a fiscally neutral transfer to the Ministry of Economic Development to align with the Clean Heat and Warm Up New Zealand: Heat Smart Programme.

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Ministry for the Environment - Capital Expenditure PLA (M29)

Scope of Appropriation

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

Capital Expenditure

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	375	-	375
Intangibles	200	375	575
Other	-	-	-
Total Appropriation	575	375	950

Reasons for Change in Appropriation

This appropriation will increase by \$375,000 to \$950,000 in 2011/12. This increase is largely due to the development and upgrading of systems including the Intranet Map Viewer System; the Customer Relationship Management System for the use in Waste Management and the Emissions Trading Scheme (ETS) and Online Waste Levy System.

Part 6.2 - Non-Departmental Capital Expenditure

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Objectives: To establish the Environmental Protection Authority.	Capital Contribution to the Environmental Protection Authority (M29)

Capital Contribution to the Environmental Protection Authority (M29)

Scope of Appropriation

This appropriation is limited to providing a capital injection to the Environmental Protection Authority.

Capital Expenditure

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	9,594	9,594

Reasons for Change in Appropriation

This appropriation was approved during the year with the establishment of the Environmental Protection Authority. This appropriation received funding as below:

- the transfer of \$6.494 million net assets of the New Zealand Emissions Trading Scheme (NZ ETS) and future development of the Emissions Trading and Climate Change Registers from the Ministry of Economic Development
- the transfer of \$3.100 million for future capital work from the Departmental Multi-class Output Expense: Resource Management Implementation

Refer to the Environmental Protection Authority Statement of Intent (SOI) for more details.