

# *Vote Canterbury Earthquake Recovery*

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APPROPRIATION MINISTER(S): Minister for Canterbury Earthquake Recovery (M85)

APPROPRIATION ADMINISTRATOR: Canterbury Earthquake Recovery Authority

RESPONSIBLE MINISTER FOR CANTERBURY EARTHQUAKE RECOVERY AUTHORITY:  
Minister for Canterbury Earthquake Recovery

# Summary of the Vote

## Overview

The Minister for Canterbury Earthquake Recovery is responsible for appropriations in Vote Canterbury Earthquake Recovery for the 2014/15 financial year covering the following:

### *Central Business District Rebuild Zone (Non-Departmental Appropriations)*

- A total of \$401.574 million for Anchor Project net development costs and land acquisitions annual and multi-year appropriations.

### *Residential Red Zone (Departmental and Non-Departmental Appropriations)*

- A total of \$83 million for red zone property acquisitions, demolition, clearance and management costs annual and multi-year appropriations.

### *Other Departmental Appropriations*

- A total of \$85.833 million for managing the recovery and purchasing policy advice annual appropriations.

### *Receipts from participants in the Central City Recovery*

- A total of \$229.292 million in receipts primarily under the cost sharing agreement between the Crown and the Christchurch City Council.

Details of these appropriations are set out in Parts 2-4.

# Estimates of Appropriations

## Details of Appropriations and Capital Injections

### Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
<b>Departmental Output Expenses</b>			
<b>Managing the Recovery (M85)</b> This appropriation is limited to expenses incurred in managing the recovery from the Canterbury Earthquakes.	62,765	62,765	81,033
<b>Policy Advice (M85)</b> This appropriation 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 the Canterbury Earthquake Recovery.	5,365	5,365	3,800
<b>Red Zone Property Acquisition Costs (M85)</b> This appropriation is limited to the costs associated with the management of Canterbury Red Zone properties before settlement.	1,731	1,731	1,000
<b>Total Departmental Output Expenses</b>	69,861	69,861	85,833
<b>Departmental Capital Expenditure</b>			
<b>Canterbury Earthquake Recovery Authority - Capital Expenditure PLA (M85)</b> This appropriation is limited to the purchase or development of assets by and for the use of the Canterbury Earthquake Recovery Authority, as authorised by section 24(1) of the Public Finance Act 1989.	129	129	1,000
<b>Total Departmental Capital Expenditure</b>	129	129	1,000
<b>Non-Departmental Output Expenses</b>			
<b>Canterbury Earthquake Property Demolitions and Related Costs and Compensation (M85)</b> This appropriation is limited to tasks necessary to proceed with and expedite demolitions associated with the Canterbury earthquakes and related compensation to property owners.	41,269	41,269	-
<b>Total Non-Departmental Output Expenses</b>	41,269	41,269	-
<b>Non-Departmental Other Expenses</b>			
<b>Acquisition of Canterbury Red Zone properties (M85)</b> This appropriation is limited to the acquisition of Red Zone properties in Canterbury.	66,081	66,081	20,000
<b>Contributions towards legal fees (M85)</b> This appropriation is limited to contributions towards legal fees incurred by property owners in the Red Zones in Canterbury selling properties to the Crown.	1,431	1,431	1,000
<b>Construction of Land Slip Removal in the Port Hills (M85)</b> This appropriation is limited to the construction of land slip removal in Lucas Lane in the Port Hills.	1,065	1,065	-
<b>Crown Contribution to Waimakariri District Council's Earthquake Damaged Community Facilities (M85)</b> This appropriation is limited to contributions for the repair and replacement of earthquake damaged community facilities owned by Waimakariri District Council.	7,000	7,000	-
<b>Red Zone Property Management Costs (M85)</b> This appropriation is limited to the costs associated with the management of Canterbury Red Zone properties after settlement.	37,102	37,102	-
<b>Total Non-Departmental Other Expenses</b>	112,679	112,679	21,000

Titles and Scopes of Appropriations by Appropriation Type	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
<b>Non-Departmental Capital Expenditure</b>			
<b>Anchor Project Land Acquisitions (M85)</b> This appropriation is limited to the acquisition of land and buildings and site clearance for the central city anchor projects.	465,086	465,086	150,000
<b>Total Non-Departmental Capital Expenditure</b>	465,086	465,086	150,000
<b>Total Annual and Permanent Appropriations</b>	689,024	689,024	257,833

## Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Other Expenses</b>		
<b>Anchor Project Development Costs for Te Papa o Ōtākaro / Avon River Precinct (M85)</b> This appropriation is limited to the development of Te Papa o Ōtākaro / Avon River precinct as part of the central city anchor projects.  Commences: 01 July 2013  Expires: 30 June 2017	Original Appropriation Adjustments to 2012/13 Adjustments for 2013/14 Adjusted Appropriation  Actual to 2012/13 Year End Estimated Actual for 2013/14 Estimated Actual for 2014/15 Estimated Appropriation Remaining	90,000 - 23,065 113,065  - 11,430 93,079 8,556
<b>Anchor Project Development Costs for the Bus Interchange (M85)</b> This appropriation is limited to the development costs of the central city Bus Interchange as part of the central city anchor projects.  Commences: 01 October 2013  Expires: 30 June 2017	Original Appropriation Adjustments to 2012/13 Adjustments for 2013/14 Adjusted Appropriation  Actual to 2012/13 Year End Estimated Actual for 2013/14 Estimated Actual for 2014/15 Estimated Appropriation Remaining	52,400 - - 52,400  - 4,600 33,800 14,000
<b>Anchor Project Development Costs for the Christchurch Stadium (M85)</b> This appropriation is limited to the development of the Christchurch Stadium as part of the central city anchor projects.  Commences: 01 July 2014  Expires: 30 June 2017	Original Appropriation Adjustments to 2012/13 Adjustments for 2013/14 Adjusted Appropriation  Actual to 2012/13 Year End Estimated Actual for 2013/14 Estimated Actual for 2014/15 Estimated Appropriation Remaining	4,000 - - 4,000  - - 4,000 -
<b>Anchor Project Development Costs for the City Frame (M85)</b> This appropriation is limited to the development of the City Frame as part of the central city anchor projects.  Commences: 01 July 2013  Expires: 30 June 2017	Original Appropriation Adjustments to 2012/13 Adjustments for 2013/14 Adjusted Appropriation  Actual to 2012/13 Year End Estimated Actual for 2013/14 Estimated Actual for 2014/15 Estimated Appropriation Remaining	71,000 - (11,664) 59,336  - 6,848 42,142 10,346

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Anchor Project Development Costs for the Convention Centre (M85)</b> This appropriation is limited to the development of the Convention Centre as part of the central city anchor projects.  Commences: 01 July 2013  Expires: 30 June 2017	Original Appropriation	7,000
	Adjustments to 2012/13	-
	Adjustments for 2013/14	1,967
	Adjusted Appropriation	8,967
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	1,640
	Estimated Actual for 2014/15	7,327
	Estimated Appropriation Remaining	-
<b>Anchor Project Development Costs for the Metro Sports Facility (M85)</b> This appropriation is limited to the development of the Metro Sports Facility as part of the central city anchor projects.  Commences: 01 July 2013  Expires: 30 June 2017	Original Appropriation	9,000
	Adjustments to 2012/13	-
	Adjustments for 2013/14	984
	Adjusted Appropriation	9,984
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	2,204
	Estimated Actual for 2014/15	7,780
	Estimated Appropriation Remaining	-
<b>Anchor Project Development Costs for the Transport Plan (M85)</b> This appropriation is limited to the development and implementation of the Transport Plan as part of the central city anchor projects.  Commences: 01 July 2013  Expires: 30 June 2016	Original Appropriation	12,000
	Adjustments to 2012/13	-
	Adjustments for 2013/14	(11,000)
	Adjusted Appropriation	1,000
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	1,000
	Estimated Actual for 2014/15	-
	Estimated Appropriation Remaining	-
<b>Canterbury Earthquake Memorial (M85)</b> This appropriation is limited to the development of the Canterbury Earthquake Memorial as part of the central city anchor projects.  Commences: 01 May 2014  Expires: 30 June 2017	Original Appropriation	10,000
	Adjustments to 2012/13	-
	Adjustments for 2013/14	-
	Adjusted Appropriation	10,000
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	-
	Estimated Actual for 2014/15	8,000
	Estimated Appropriation Remaining	2,000
<b>Holding Costs for Land Acquired for Anchor Projects (M85)</b> This appropriation is limited to the management of the land acquired for the central city anchor projects.  Commences: 01 July 2013  Expires: 30 June 2017	Original Appropriation	19,000
	Adjustments to 2012/13	-
	Adjustments for 2013/14	866
	Adjusted Appropriation	19,866
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	9,866
	Estimated Actual for 2014/15	10,000
	Estimated Appropriation Remaining	-

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Other Expenses - cont'd</b>		
<b>Impairment of Improvements (M85)</b> This appropriation is limited to the impairment of improvements purchased in conjunction with the land acquisition programme for the anchor projects.  Commences: 01 May 2014  Expires: 30 June 2017	Original Appropriation Adjustments to 2012/13 Adjustments for 2013/14 Adjusted Appropriation  Actual to 2012/13 Year End Estimated Actual for 2013/14 Estimated Actual for 2014/15 Estimated Appropriation Remaining	51,000 - - 51,000  - 51,000 - -
<b>Implementation of transport solutions to deliver An Accessible City in Christchurch (M85)</b> This appropriation is limited to the development and implementation of the accessible city chapter of the Christchurch Central Recovery Plan as part of the central city anchor projects.  Commences: 01 May 2014  Expires: 30 June 2016	Original Appropriation Adjustments to 2012/13 Adjustments for 2013/14 Adjusted Appropriation  Actual to 2012/13 Year End Estimated Actual for 2013/14 Estimated Actual for 2014/15 Estimated Appropriation Remaining	75,000 - - 75,000  - 2,200 45,446 27,354
<b>Red Zone Property Management Costs (M85)</b> This appropriation is limited to the costs associated with the management of Canterbury Red Zone properties after settlement.  Commences: 01 July 2014  Expires: 30 June 2017	Original Appropriation Adjustments to 2012/13 Adjustments for 2013/14 Adjusted Appropriation  Actual to 2012/13 Year End Estimated Actual for 2013/14 Estimated Actual for 2014/15 Estimated Appropriation Remaining	70,000 - - 70,000  - - 30,000 40,000
<b>Residential Red Zone Property Demolition (M85)</b> This appropriation is limited to tasks necessary to proceed with and expedite demolitions associated with the Canterbury earthquakes and related compensation to Residential Red Zone property owners.  Commences: 01 July 2014  Expires: 30 June 2017	Original Appropriation Adjustments to 2012/13 Adjustments for 2013/14 Adjusted Appropriation  Actual to 2012/13 Year End Estimated Actual for 2013/14 Estimated Actual for 2014/15 Estimated Appropriation Remaining	31,000 - - 31,000  - - 31,000 -

## Supporting Information

### Part 1 - Vote as a Whole

#### 1.1 - New Policy Initiatives

Policy Initiative	Appropriation	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Development of Christchurch Stadium	Non-Departmental Other Expense - Anchor Project Development Costs for the Christchurch Stadium (MYA)	-	4,000	-	-	-
Development of Earthquake Memorial	Non-Departmental Other Expense - Anchor Project Development Costs for the Earthquake Memorial (MYA)	-	8,000	2,000	-	-
Development of the Accessible City Chapter of the Christchurch Central Recovery Plan	Non-Departmental Other Expense - Implementation of transport solutions to deliver An Accessible City in Christchurch (MYA)	-	5,000	10,000	-	-
Write down of improvements acquired with land for Anchor Projects	Non-Departmental Other Expense - Impairment of Improvements (MYA)	51,000	-	-	-	-
Continued operation of the Canterbury Earthquake Recovery Authority increase in baseline to support strategic priorities	Departmental Output Expense - Managing the Recovery	-	39,775	29,703	-	-

## 1.2 - Trends in the Vote

### Summary of Financial Activity

	2009/10	2010/11	2011/12	2012/13	2013/14		2014/15			2015/16	2016/17	2017/18
	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
<b>Appropriations</b>												
Output Expenses	-	6,569	113,204	83,719	111,130	111,130	85,833	-	85,833	71,609	25,050	25,050
Benefits or Related Expenses	-	-	-	-	-	-	N/A	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	-	1,038,958	1,102,825	393,627	212,562	212,562	-	333,574	333,574	101,145	1,111	-
Capital Expenditure	-	42	82	101,785	465,215	465,215	1,000	150,000	151,000	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	N/A	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)												
<i>Output Expenses</i>	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other Expenses</i>	-	-	-	-	-	-	-	-	-	-	-	-
<i>Capital Expenditure</i>	-	-	-	-	-	-	N/A	-	-	-	-	-
<b>Total Appropriations</b>	-	1,045,569	1,216,111	579,131	788,907	788,907	86,833	483,574	570,407	172,754	26,161	25,050
<b>Crown Revenue and Capital Receipts</b>												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	-	-	130,933	40,219	599,661	599,661	N/A	179,292	179,292	260,655	220,812	86,645
Capital Receipts	-	-	-	-	-	-	N/A	50,000	50,000	100,000	50,000	-
<b>Total Crown Revenue and Capital Receipts</b>	-	-	130,933	40,219	599,661	599,661	N/A	229,292	229,292	360,655	270,812	86,645

Note - where restructuring of the vote has occurred then, to the extent practicable, prior years information has been restated as if the restructuring had occurred before the beginning of the period covered.



## Adjustments to the Summary of Financial Activity Table due to Vote Restructuring

	2009/10 Adjustments \$000	2010/11 Adjustments \$000	2011/12 Adjustments \$000	2012/13 Adjustments \$000	2013/14 Budgeted Adjustments \$000	2013/14 Estimated Actual Adjustments \$000
<b>Appropriations</b>						
Output Expenses	-	-	4,832	479	-	-
Benefits or Related Expenses	-	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-
Other Expenses	-	-	469,595	309,961	-	-
Capital Expenditure	-	-	(2)	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)						
<i>Output Expenses</i>	-	-	-	-	-	-
<i>Other Expenses</i>	-	-	-	-	-	-
<i>Capital Expenditure</i>	-	-	-	-	-	-
<b>Total Appropriations</b>	-	-	<b>474,425</b>	<b>310,440</b>	-	-
<b>Crown Revenue and Capital Receipts</b>						
Tax Revenue	-	-	-	-	-	-
Non-Tax Revenue	-	-	-	-	-	-
Capital Receipts	-	-	-	-	-	-
<b>Total Crown Revenue and Capital Receipts</b>	-	-	-	-	-	-

The prior year information in the Summary of Financial Activity table has been restated to reflect the current Vote structure, including the recognition of unappropriated expenditure arising from technical accounting decisions made during the preparation of the Crown's and Canterbury Earthquake Recovery Authority's financial statements.

## 1.3 - Analysis of Significant Trends

The Canterbury Earthquake Recovery Authority was established in March 2011 in response to the major earthquakes of 4 September 2010 and 22 February 2011. Since establishment, a number of strategic priorities have evolved and as one priority decreases another will increase in importance.

### *Central Business District Rebuild Zone*

- The purchase or acquisition of land continues in order for Anchor Projects to support the Christchurch Central Recovery Plan.
- There are currently 16 Anchor Projects planned to support Christchurch Central Recovery Plan including but not limited to:
  - redevelopment of the environs of the Avon River from the hospital to the loop to support environment recovery
  - development of the Justice and Emergency Services Precinct to support infrastructure recovery
  - development of the public realm within the city frame to support environment recovery
  - development of the Christchurch Convention Centre to support economic recovery
  - development of a replacement Stadium to support economic and cultural recovery
  - development of residential accommodation within the central city.
- The total amount required to complete the development of Anchor Projects is subject to final scoping and agreements with lead contractors.
- The amount of non-Crown funding for Anchor Projects and decisions on the timing of revenue from the Christchurch City Council and other 3rd party participants are being finalised.

### *Residential Red Zone*

- The acquisition of residential red zone properties is winding down with most of the policy decisions on red zoning completed or nearing completion.
- The demolition and site clearance phase of residential red zone properties is continuing.
- The on-going management of red zone properties post demolition and clearance of above ground structure.
- The management of bare land is posing a new set of challenges to be worked through prior to final decisions on the future use of the red zone.

### *Horizontal Infrastructure*

- The establishment of the horizontal infrastructure governance group will ensure that the expenditure on infrastructure projects meeting the goals and aspirations of the Crown in its role of funding the recovery of Christchurch and wider Canterbury region.

## 1.4 - Reconciliation of Changes in Appropriation Structure

2013/14 Appropriations in the 2013/14 Structure	2013/14 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2013/14 Appropriations in the 2014/15 Structure	2013/14 (Restated) \$000	2014/15 \$000
<b>Non-Departmental Output Expense</b>						
Canterbury Earthquake Property Demolitions and Related Costs and Compensation (Annual)	41,269	Transferred to Residential Red Zone Property Demolition (MYA)	(37,212)	Canterbury Earthquake Property Demolitions and Related Costs and Compensation (Annual)	4,057	-
		Transferred from Canterbury Earthquake Property Demolitions and Related Costs and Compensation (Annual)	37,212	Residential Red Zone Property Demolition (MYA)	37,212	31,000
Red Zone Property Management Costs (Annual)	37,102	Transferred to Red Zone Property Management Costs (MYA)	(37,102)			-
		Transferred from Red Zone Property Management Costs (Annual)	37,102	Red Zone Property Management Costs (MYA)	37,102	30,000
Anchor Project Development Costs for the Transport Plan (MYA)	15,000	Transferred to Implementation of transport solutions to deliver An Accessible City in Christchurch (MYA)	(15,000)			-
		Transferred from Anchor Project Development Costs for the Transport Plan (MYA)	15,000	Implementation of transport solutions to deliver An Accessible City in Christchurch (MYA)	15,000	45,446
Total	93,371		-		93,371	106,446

Explanations of the reasons for changing the appropriation structure are noted in the details of each appropriation in Parts 2-4. However the above changes in appropriation structure arose from the conversion of two annual appropriations to two multi-year appropriations which better reflect the multi-year nature of the programmes associated with these appropriations and the transfer of funding from an existing multi-year to a new multi-year appropriation for activities associated with providing transport solutions in Christchurch.

Explanations of the reasons for changing the appropriation structure are noted in the details of each appropriation in Parts 2-4.

## 1.5 - Relationship between Individual Appropriations and the Work Programmes

Programme of work	Appropriations
Residential Rebuild	Canterbury Earthquake Property Demolitions and Related Costs and Compensation
	Construction of Land Slip Removal in the Port Hills
	Contributions towards legal fees
	Red Zone Property Acquisition Costs
	Red Zone Property Management Costs
Building and Maintaining Confidence in the Rebuild	Managing the Recovery
	Policy Advice
Christchurch Central City Rebuild Programme	Anchor Project Development Costs for the City Frame
	Anchor Project Development Costs for the Christchurch Stadium
	Anchor Project Development Costs for the Convention Centre
	Anchor Project Development Costs for the Bus Interchange
	Anchor Project Development Costs for the Metro Sports Facility
	Anchor Project Development Costs for Te Papa o Ōtākaro / Avon River Precinct
	Anchor Project Development Costs for the Transport Plan
	Anchor Project Land Acquisition
	Canterbury Earthquake Memorial
	Delivery of An Accessible City
	Holding Costs for Land Acquired for Anchor Projects
	Impairment of Improvements
	Managing the Recovery
	Policy Advice
Funding the Rebuild	Christchurch City Council Interest Costs
	Crown Contribution to Waimakariri District Council's Earthquake Damaged Community Facilities
	Reimbursement of Canterbury Infrastructure Response and Rebuild Costs
Social Recovery Programme	Managing the Recovery
	Policy Advice

## Part 2 - Details of Departmental Appropriations

### 2.1 - Departmental Output Expenses

#### Managing the Recovery (M85)

##### *Scope of Appropriation*

This appropriation is limited to expenses incurred in managing the recovery from the Canterbury Earthquakes.

##### *Expenses and Revenue*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	62,765	62,765	81,033
Revenue from the Crown	61,765	61,765	81,033
Revenue from Others	1,000	1,000	-

##### *Components of the Appropriation*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Christchurch Central City Development	27,000	27,000	32,000
Social Recovery	7,583	7,583	9,000
Support Services (including Legal, Communications, Planning, Corporate Services)	28,182	28,182	40,033

##### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve the recovery of Christchurch and wider Canterbury region from the 2010 and 2011 earthquakes and aftershocks in a timely manner, including land recovery, economic recovery, social recovery and infrastructure recovery.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Land Recovery	All outstanding zoning decisions finalised	All outstanding zoning decisions finalised	All outstanding zoning decisions finalised
Economic Recovery	Construction commenced for Anchor Projects with approved funding	Construction commenced for Anchor Projects with approved funding	Construction commenced for Anchor Projects with approved funding
Infrastructure Recovery	Review and monitoring of monthly reporting for Christchurch City Council and Waimakariri District Council work programme	Review and monitoring of monthly reporting for Christchurch City Council and Waimakariri District Council work programme	Review and monitoring of monthly reporting for Christchurch City Council and Waimakariri District Council work programme
Social Recovery	Residents have access to community hubs and the contact centre during office hour and community meetings are held regularly	Residents have access to community hubs and the contact centre during office hour and community meetings are held regularly	Residents have access to community hubs and the contact centre during office hour and community meetings are held regularly

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported in the Canterbury Earthquake Recovery Authority's Annual Report.

### *Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Increase in funding to support strategic priorities	2014/15	-	30,000	20,000	-	-
Release of Christchurch Central Development Unit funding	2014/15	-	9,775	9,703	-	-
Continued operation of the Canterbury Earthquake Recovery Authority	2011/12	50,099	38,758	39,106	22,250	22,250

### *Reasons for Change in Appropriation*

Reprioritisation of strategic priorities has resulted in changes to the delivery of the detailed work programme. This has resulted in the need to increase programme and project resources to match revised delivery profile.

## Policy Advice (M85)

### *Scope of Appropriation*

This appropriation 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 the Canterbury Earthquake Recovery.

### *Expenses and Revenue*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	5,365	5,365	3,800
Revenue from the Crown	5,365	5,365	3,800
Revenue from Others	-	-	-

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve quality decision-making by Ministers on the formation of government policy matters relating to the Canterbury Earthquake Recovery.

### *How Performance will be Assessed and End of Year Reporting Requirements*

	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
CERA will develop quality policy advice for decision making	Minister satisfied with quality of policy advice delivered	Minister satisfied with quality of policy advice delivered	Minister satisfied with quality of policy advice delivered

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported in the Canterbury Earthquake Recovery Authority's Annual Report.

### *Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Continued operation of the Canterbury Earthquake Recovery Authority	2011/12	5,392	4,300	3,800	2,800	2,800

## Red Zone Property Acquisition Costs (M85)

### *Scope of Appropriation*

This appropriation is limited to the costs associated with the management of Canterbury Red Zone properties before settlement.

### *Expenses and Revenue*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,731	1,731	1,000
Revenue from the Crown	1,731	1,731	1,000
Revenue from Others	-	-	-

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve timely settlements of property purchases pursuant to the Crown offer to purchase Red Zone properties and it will provide certainty, confidence and simplicity that these landowners require in the Red Zones.

### *How Performance will be Assessed and End of Year Reporting Requirements*

	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Properties are settled in a timely manner	Crown conveyancers adequately funded to undertake settlements	Crown conveyancers adequately funded to undertake settlements	All remaining properties are acquired

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported in the Canterbury Earthquake Recovery Authority's Annual Report.

### *Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Acquisition of Residential Red Zone Properties	2012/13	124	-	-	-	-

### *Reasons for Change in Appropriation*

The timing of remaining transactions remains uncertain, therefore the 2014/15 appropriation has been increased to reflect the timing of settlements not expected to be completed in 2013/14.

The transfer of appropriation from 2012/13 to 2013/14 reflects the delays experienced in the acquisition of properties in the Port Hills and remaining flat lands partly due to timing of critical policy decisions and the outcome of legal proceedings.



## 2.3 - Departmental Capital Expenditure and Capital Injections

### Canterbury Earthquake Recovery Authority - Capital Expenditure PLA (M85)

#### *Scope of Appropriation*

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

#### *Capital Expenditure*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	129	129	1,000
Intangibles	-	-	-
Other	-	-	-
<b>Total Appropriation</b>	<b>129</b>	<b>129</b>	<b>1,000</b>

#### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve the successful procurement of assets in a way to facilitate the department's primary role of managing the earthquake recovery.

#### *How Performance will be Assessed and End of Year Reporting Requirements*

	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Departmental assets acquired	New measure	New measure	All of Government procurement rules meet

#### *End of Year Performance Reporting*

Performance information for this appropriation will be reported in the Canterbury Earthquake Recovery Authority's Annual Report.

#### *Capital Injections and Movements in Departmental Net Assets*

##### **Canterbury Earthquake Recovery Authority**

	2013/14 Estimated Actual \$000	2014/15 Projected \$000	Explanation of Projected Movements in 2014/15
Details of Net Asset Schedule			
Opening Balance	2,150	2,150	
Capital Injections	-	-	
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
<b>Closing Balance</b>	<b>2,150</b>	<b>2,150</b>	

## Part 3 - Details of Non-Departmental Appropriations

### 3.4 - Non-Departmental Other Expenses

#### Acquisition of Canterbury Red Zone properties (M85)

##### *Scope of Appropriation*

This appropriation is limited to the acquisition of Red Zone properties in Canterbury.
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##### *Expenses*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	66,081	66,081	20,000

##### *Components of the Appropriation*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Port Hills Zoning Review	29,085	29,085	20,000
Port Hills Zoning Decisions	36,996	36,996	-

##### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve a robust settlement process for the Crown's offer to purchase Red Zone properties, it will provide certainty, confidence and simplicity that these landowners require in the Red Zones.

##### *How Performance will be Assessed and End of Year Reporting Requirements*

	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Ensuring that Crown conveyancers are adequately funded to undertake settlements	Settlements are completed in a timely manner	Settlements are completed in a timely manner	Settlements are completed in a timely manner

##### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

##### *Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Red zone property owners	66,081	66,081	20,000	See above	2014/15

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Land zoning in the Port Hills for Vacant, Commercial and Rock Roll	2013/14	86,081	-	-	-	-

*Reasons for Change in Appropriation*

The increase in 2014/15 appropriation results from a transfer from 2013/14 and reflects the delays experienced in the acquisition of properties in the Port Hills and remaining flat lands partly due to timing of critical policy decisions and the outcome of legal proceedings.

**Anchor Project Development Costs for Te Papa o Ōtākaro / Avon River Precinct (M85)***Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Anchor Project Development Costs for Te Papa o Ōtākaro / Avon River Precinct (M85)</b>	Original Appropriation	90,000
This appropriation is limited to the development of Te Papa o Ōtākaro / Avon River precinct as part of the central city anchor projects.	Adjustments to 2012/13	-
	Adjustments for 2013/14	23,065
Commences: 01 July 2013	Adjusted Appropriation	113,065
	Actual to 2012/13 Year End	-
Expires: 30 June 2017	Estimated Actual for 2013/14	11,430
	Estimated Actual for 2014/15	93,079
	Estimated Appropriation Remaining	8,556

*Components of the Appropriation*

Total appropriation for the whole of the Te Papa o Ōtākaro / Avon River Precinct is \$116 million (\$2.935 million annual appropriation in 2012/13), including:

- \$4 million , Concept design
- \$1.600 million, Watermark
- \$2.400 million, In-River works
- \$20 million, Margaret Mahy playground
- \$76 million, Terrace, Avon Loop, Art Trail, Victoria Square and remaining elements of the Avon River development.

*What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve a successful development of Te Papa o Ōtākaro / Avon River Precinct in conjunction with the Christchurch City Council and Te Rūnanga o Ngāi Tahu.

*How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Delivery of Te Papa o Ōtākaro / Avon River Precinct	Business Case to support the development of Te Papa o Ōtākaro / Avon River Precinct completed and construction commenced	Early construction works completed and main construction commenced	See new specific element measures
Specific elements of the Avon River development	New measure	New measure	"Margaret Mahy" playground completed
	New measure	New measure	"In-river" works completed
	New measure	New measure	Design of the Terraces development complete and construction underway
	New measure	New measure	Design of Victoria Square to Avon Loop complete and construction underway

*End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

*Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Lead designer for the Te Papa o Ōtākaro / Avon River precinct was Opus International Limited. A new lead designer and project manager will be appointed for the next phases of the development.	6,000	4,441	4,700	See above	2016/17
Lead contractor for the "Watermark" phase of the development was City Care Limited	1,000	989	-	See above	2013/14
The total for other professional services for the "Watermark" phase of the development	3,000	5,000	-	See above	2013/14
Lead contractors for the development of the next phases of the Avon River development are yet to be appointed.	1,430	1,000	88,379	See above	2016/17

Material contracts greater than \$5 million will be disclosed individually in the Canterbury Earthquake Recovery Authority's Annual Report.

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Christchurch Central City Recovery Plan: Final Decisions by Group of Ministers with Power to Act	2012/13	10,000	-	-	-	-
Christchurch Central Recovery Plan Anchor Projects	2012/13	86,000	-	-	-	-
Joint Ministers' approval of Delivery Plans for Te Papa Ōtākaro / Avon River Precinct and East Frame	2013/14	20,000	-	-	-	-

*Reasons for Change in Appropriation*

The original initiative for the Avon River Precinct totalled \$10 million of which \$6 million was transferred in Budget 2013/14 to this multi-year appropriation and the residual remained in the annual appropriation Avon River Precinct.

**Anchor Project Development Costs for the Bus Interchange (M85)***Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Anchor Project Development Costs for the Bus Interchange (M85)</b> This appropriation is limited to the development costs of the central city Bus Interchange as part of the central city anchor projects.  Commences: 01 October 2013  Expires: 30 June 2017	Original Appropriation	52,400
	Adjustments to 2012/13	-
	Adjustments for 2013/14	-
	Adjusted Appropriation	52,400
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	4,600
	Estimated Actual for 2014/15	33,800
	Estimated Appropriation Remaining	14,000

*What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve the successful development over the next 13 months to June 2015 of a new Bus Interchange to provide greater Christchurch with a transport hub and offer an easy commute into the central city. The new interchange will support the integration of transport services across greater Christchurch.

*How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Delivery of the Christchurch Bus Interchange	New Measure	Early construction works commenced	Bus Interchange operational by June 2015

### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

### *Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Lead contractor for the development of the Bus Interchange project is yet to be appointed.	4,600	4,600	33,800	See above	2015/16

Material contracts greater than \$5 million will be disclosed individually in the Canterbury Earthquake Recovery Authority Annual Report.

### *Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Delivery of the Christchurch Bus Interchange	2013/14	4,600	33,800	14,000	-	-

### *Reasons for Change in Appropriation*

The Bus Interchange multi-year appropriation has been set up in financial year 2013/14.

## **Anchor Project Development Costs for the Christchurch Stadium (M85)**

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Anchor Project Development Costs for the Christchurch Stadium (M85)</b> This appropriation is limited to the development of the Christchurch Stadium as part of the central city anchor projects.	Original Appropriation	4,000
	Adjustments to 2012/13	-
Commences: 01 July 2014	Adjustments for 2013/14	-
	Adjusted Appropriation	4,000
Expires: 30 June 2017	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	-
	Estimated Actual for 2014/15	4,000
	Estimated Appropriation Remaining	-

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve the development of a robust business case to support the construction of the Christchurch Stadium.

*How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Initial business case preparation for the Christchurch Stadium	New Measure	New Measure	Business case prepared for the new Stadium for consideration in Budget 2015

*End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

*Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Lead consultant for the development of business yet to be appointed.	-	-	4,000	See above	2016/07

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Business case development for the Christchurch Stadium	2014/15	-	4,000	-	-	-

*Reasons for Change in Appropriation*

This appropriation is a new appropriation established to support the development of a robust business case to assess options supporting the construction of the Christchurch Stadium.

**Anchor Project Development Costs for the City Frame (M85)***Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Anchor Project Development Costs for the City Frame (M85)</b>	Original Appropriation	71,000
This appropriation is limited to the development of the City Frame as part of the central city anchor projects.	Adjustments to 2012/13	-
	Adjustments for 2013/14	(11,664)
Commences: 01 July 2013	Adjusted Appropriation	59,336
Expires: 30 June 2017	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	6,848
	Estimated Actual for 2014/15	42,142
	Estimated Appropriation Remaining	10,346

### *Components of the Appropriation*

Total appropriation for the whole of the City Frame project is \$61 million (\$1.664 million annual appropriation in 2012/13), including:

- \$31 million, Public Realm - The East Frame
- \$30 million, Public realm - South Frame, Innovation Precinct and Health Precinct.

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve a new green space, a public realm and central park adjacent to the eastern and southern borders of a new compact central business district. Included in the eastern frame a new residential community will be developed in the park environment with distinctively landscaped public areas, large enough for the wider community to share, but small enough to feel safe and comfortable.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Development of the City Frame	Preparation of the business case to support the development of the City Frame commenced	Preparation of the business case to support the development of the City Frame commenced	See new specific element measures
Specific element of the eastern frame - residential	New measure	New measure	Residential developer selected to construct a mix of housing options and development underway; completion mid 2015/16
Specific element of the eastern frame - public realm	New measure	New measure	Design elements of the public realm within the eastern frame agreed with construction underway; completion mid 2015/16
Specific element of the southern frame - public realm	New measure	New measure	Design elements of the public realm within the southern frame agreed with construction underway; completion mid 2015/16
Specific element of the southern frame - health & innovation precincts	New measure	New measure	Recovery partners development plans approved and construction underway; completion mid 2017/18

### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.



*Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Lead contractor for the development of the City Frame project is yet to be appointed. Material contracts greater than \$5 million will be disclosed individually in the Canterbury Earthquake Recovery Authority Annual Report.	6,848	6,848	42,142	See above	2016/17

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Christchurch Central Recovery Plan: Final Decisions by Group of Ministers with Power to Act	2012/13	61,000	-	-	-	-

The original initiative for the Urban Frame totalled \$71 million of which \$61 million was transferred in Budget 2013/14 to this multi-year appropriation and the residual remained in the annual appropriation for the Urban Frame.

*Reasons for Change in Appropriation*

An under spend in the annual appropriation from the Urban Frame was transferred from 2012/13 to the multi-year appropriation for the City Frame. In addition, the inclusion of the site for the future Margaret Mahy children's playground and associated works into the Avon River redevelopment programme has resulted in the transfer of funding from the City Frame project and to the Avon River development.

**Anchor Project Development Costs for the Convention Centre (M85)***Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Anchor Project Development Costs for the Convention Centre (M85)</b> This appropriation is limited to the development of the Convention Centre as part of the central city anchor projects.  Commences: 01 July 2013  Expires: 30 June 2017	Original Appropriation	7,000
	Adjustments to 2012/13	-
	Adjustments for 2013/14	1,967
	Adjusted Appropriation	8,967
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	1,640
	Estimated Actual for 2014/15	7,327
	Estimated Appropriation Remaining	-

*What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve the development of a robust business case and selection of the lead consortia to support the construction of the Christchurch Convention Centre.

*How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Development of the Convention Centre	Business Case to support the development of the Convention Centre completed and construction commenced	Business Case to support the development of the Convention Centre completed and procurement of developer for the Convention Centre Precinct and operator for the Convention Centre business procured	Business case completed and lead consortia selected and options to progress to next phase agreed.

*End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

*Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Lead contractor for the development of the Convention Centre project is yet to be appointed. Material contracts greater than \$5 million will be disclosed individually in the Canterbury Earthquake Recovery Authority Annual Report.	1,640	1,640	7,327	See above	2016/17

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Christchurch Central Recovery Plan: Final Decisions by Group of Ministers with Power to Act	2012/13	10,000	-	-	-	-

*Reasons for Change in Appropriation*

The original initiative for the Convention Centre Precinct totalled \$10 million of which \$7 million was transferred in Budget 2013/14 to this multi-year appropriation and the residual remained in the annual appropriation Convention Centre Precinct.

## Anchor Project Development Costs for the Metro Sports Facility (M85)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Anchor Project Development Costs for the Metro Sports Facility (M85)</b> This appropriation is limited to the development of the Metro Sports Facility as part of the central city anchor projects.  Commences: 01 July 2013  Expires: 30 June 2017	Original Appropriation	9,000
	Adjustments to 2012/13	-
	Adjustments for 2013/14	984
	Adjusted Appropriation	9,984
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	2,204
	Estimated Actual for 2014/15	7,780
	Estimated Appropriation Remaining	-

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve the development of a robust business case to support the construction of the Metro Sports Facility.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Delivery of the completed Metro Sports Facility	Business Case to support the development of the Metro Sports Facility completed and construction commenced	Business Case to support the development of the Metro Sports Facility completed and design phase commenced	Business case completed and options to progress to next phase agreed

### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

### *Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Lead contractor for the development of the Metro Sports Facility project is yet to be appointed. Material contracts greater than \$5 million will be disclosed individually in the Canterbury Earthquake Recovery Authority Annual Report.	2,204	2,204	7,780	See above	2016/17

### *Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Christchurch Central Recovery Plan: Final Decisions by Group of Ministers with Power to Act	2012/13	10,000	-	-	-	-

### *Reasons for Change in Appropriation*

The original initiative for the Metro Sport Facility totalled \$10 million of which \$9 million was transferred in Budget 2013/14 to this multi-year appropriation and the residual remained in the annual appropriation Metro Sports Facility.

## **Canterbury Earthquake Memorial (M85)**

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Canterbury Earthquake Memorial (M85)</b>	Original Appropriation	10,000
This appropriation is limited to the development of the Canterbury Earthquake Memorial as part of the central city anchor projects.	Adjustments to 2012/13	-
	Adjustments for 2013/14	-
Commences: 01 May 2014	Adjusted Appropriation	10,000
Expires: 30 June 2017	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	-
	Estimated Actual for 2014/15	8,000
	Estimated Appropriation Remaining	2,000

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve a suitable commemorative memorial following the earthquakes in Canterbury that affected many people, locally, nationally and internationally. 185 people died in Christchurch as a result of the 22 February 2011 earthquake, and many others were seriously injured. As a national memorial, the Canterbury Earthquake Memorial will honour all those affected, and form part of the greater Christchurch recovery.

### *How Performance will be Assessed and End of Year Reporting Requirements*

	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Development of Canterbury Earthquake Memorial	New measure	New measure	Main construction works commenced

### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

*Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Lead contractor for the development of the Canterbury Earthquake Memorial project is yet to be appointed.	-	-	8,000	See above	2014/15

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Implementation of the Christchurch Central Recovery Plan	2014/15	-	8,000	2,000	-	-

**Contributions towards legal fees (M85)***Scope of Appropriation*

This appropriation is limited to contributions towards legal fees incurred by property owners in the Red Zones in Canterbury selling properties to the Crown.

*Expenses*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,431	1,431	1,000

*What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve a robust settlement process by assisting property owners in seeking their own independent legal advice when they sell their residential red zone properties to the Crown.

*How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Settlement of sale and purchase agreements includes contribution to vendors to a maximum of \$750 per property	All red zone property owners receive a contribution settlement costs	All red zone property owners receive a contribution settlement costs	All red zone property owners receive a contribution settlement costs

*End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

### Service Providers

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Payments are made to individual red zone property owners pursuant to the Crown offer process.	1,431	1,431	1,000	See above	2015/16

### Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Contribution to vendor solicitor fees for residential red zone acquisitions	2011/12	1,431	-	-	-	-

### Reasons for Change in Appropriation

The red zone property acquisition programme was forecast to be completed in financial year 2013/14 however circumstances beyond the Crown’s control have delayed the settlement process and settlements will continue into the 2014/15 financial year.

### Holding Costs for Land Acquired for Anchor Projects (M85)

#### Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Holding Costs for Land Acquired for Anchor Projects (M85)</b>	Original Appropriation	19,000
This appropriation is limited to the management of the land acquired for the central city anchor projects.	Adjustments to 2012/13	-
	Adjustments for 2013/14	866
Commences: 01 July 2013	Adjusted Appropriation	19,866
Expires: 30 June 2017	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	9,866
	Estimated Actual for 2014/15	10,000
	Estimated Appropriation Remaining	-

### What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the successful management the properties purchased in Christchurch CBD prior to their development as anchor projects.

### How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Costs associated with holding of Anchor Project land are settled in a timely manner	Rates and other holding costs for Anchor Project land paid on or before due dates	Rates and other holding costs for Anchor Project land paid on or before due dates	Rates and other holding costs for Anchor Project land paid on or before due dates

### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

### *Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Christchurch City Council - rates	2,175	2,175	4,000	See above	2017/18
Various vendors	1,000	7,691	6,000	See above	2017/18

### *Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Christchurch Central Recovery Plan: Final Decisions by Group of Ministers with Power to Act	2012/13	20,000	-	-	-	-

### *Reasons for Change in Appropriation*

The original initiative for the Holding Costs totalled \$20 million of which \$19 million was transferred in Budget 2013/14 to this multi-year appropriation and the residual remained in the annual appropriation Holding Costs.

## **Impairment of Improvements (M85)**

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Impairment of Improvements (M85)</b> This appropriation is limited to the impairment of improvements purchased in conjunction with the land acquisition programme for the anchor projects.  Commences: 01 May 2014  Expires: 30 June 2017	Original Appropriation	51,000
	Adjustments to 2012/13	-
	Adjustments for 2013/14	-
	Adjusted Appropriation	51,000
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	51,000
	Estimated Actual for 2014/15	-
	Estimated Appropriation Remaining	-

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve a consistency with generally accepted accounting practice on the treatment of impaired assets.

*How Performance will be Assessed and End of Year Reporting Requirements*

	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Crown accounts reflect generally accepted account practices in the treatment of potential impairment of assets	New measure	New measure	Meets generally accepted accounting practices

*End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Implementation of the Christchurch Central Recovery Plan	2013/14	51,000	-	-	-	-

*Reasons for Change in Appropriation*

This is a new multi-year appropriation established in 2013/14 in order to ensure adequate provision for recognising the future impairment of Crown assets likely to be demolished as part of the Christchurch Central Recovery Plan.

**Implementation of transport solutions to deliver An Accessible City in Christchurch (M85)***Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Implementation of transport solutions to deliver An Accessible City in Christchurch (M85)</b> This appropriation is limited to the development and implementation of the accessible city chapter of the Christchurch Central Recovery Plan as part of the central city anchor projects.  Commences: 01 May 2014  Expires: 30 June 2016	Original Appropriation	75,000
	Adjustments to 2012/13	-
	Adjustments for 2013/14	-
	Adjusted Appropriation	75,000
	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	2,200
	Estimated Actual for 2014/15	45,446
	Estimated Appropriation Remaining	27,354

*Components of the Appropriation*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Transport infrastructure changes to flows and signals	-	-	71,000
Super Stops (Hospital and Manchester St)	-	-	4,000



### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve the delivery of integrated transport solutions for the recovery of the central city and associated anchor projects.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Construction of flexible traffic flows and other solutions (includes cycle lanes and pedestrian friendly zones)	New measure	New measure	Designs for transport solutions completed and construction completed by June 2015
Construction of Manchester Street and Hospital super stops	New measure	New measure	Construction completed by May 2015

### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

### *Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
The appointment of the lead contractor for the construction of revised traffic solutions has not been finalised.	-	-	45,446	See above	2015/16

### *Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Implementation of Christchurch Central Recovery Plan	2013/14	2,200	12,000	15,000	-	-

### *Reasons for Change in Appropriation*

This is a new multi-year appropriation in 2013/14 as part of the implementation of the Christchurch Central Recovery Plan.

## Red Zone Property Management Costs (M85)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Red Zone Property Management Costs (M85)</b>	Original Appropriation	70,000
This appropriation is limited to the costs associated with the management of Canterbury Red Zone properties after settlement.	Adjustments to 2012/13	-
	Adjustments for 2013/14	-
Commences: 01 July 2014	Adjusted Appropriation	70,000
Expires: 30 June 2017	Actual to 2012/13 Year End	-
	Estimated Actual for 2013/14	-
	Estimated Actual for 2014/15	30,000
	Estimated Appropriation Remaining	40,000

### *Components of the Appropriation*

Total appropriation for the whole of the residential red zone property management \$127 million (\$57 million annual appropriation in prior years), which includes:

- project management and other professional fees
- local authority rates
- pre-demolition security
- site clearance and fencing.

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve a simple and practical process in order to provide clarity and support for land-owners, residents and business in those areas, to recover insurance claims on behalf of the Crown and manage the residential red zone and leave the land in a clear of structures and grassed state prior to decisions on the future use of the damaged land are made.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Residential red zone properties cleared and grassed pending decisions on future use in association with insurance companies, Land Information New Zealand and Christchurch City Council	Settled properties cleared and block clearance commenced (transferred from annual appropriation)	Settled properties cleared and block clearance commenced (transferred from annual appropriation)	416 hectares of land acquired is cleared
Insurance and Earthquake Commission recoveries for property and land damage received	New measure	New measure	Majority of recoveries settled

### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

*Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Christchurch City Council -rates	9,000	9,000	4,000	See above	2016/17
Various lead contractors for site management and site clearance have not been appointed.	1,500	1,500	8,000	See above	2016/17

*Reasons for Change in Appropriation*

This is a new multi-year appropriation established in 2014/15 to better account for long term nature of this work programme. Residual amounts from the former annual appropriation will be transferred to this multi-year appropriation on completion of the audit of CERA's annual financial statements.

**Residential Red Zone Property Demolition (M85)***Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Residential Red Zone Property Demolition (M85)</b>	Original Appropriation	31,000
This appropriation is limited to tasks necessary to proceed with and expedite demolitions associated with the Canterbury earthquakes and related compensation to Residential Red Zone property owners.	Adjustments to 2012/13	-
	Adjustments for 2013/14	-
Commences: 01 July 2014	Adjusted Appropriation	31,000
	Actual to 2012/13 Year End	-
Expires: 30 June 2017	Estimated Actual for 2013/14	-
	Estimated Actual for 2014/15	31,000
	Estimated Appropriation Remaining	-

*Components of the Appropriation*

Total appropriation for the whole of the red zone demolition is estimated at \$71 million (\$40 million annual appropriation in prior years), including:

- project management and professional fees
- demolition of Option 1 total losses and repairable properties
- demolition of Option 2 residual improvements.

*What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve the successful demolition of red zone properties in the wider Canterbury region in order for the sites to be cleared and allow for decisions on the future use of the land to be made.

### *How Performance will be Assessed and End of Year Reporting Requirements*

	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Residential Red Zone properties demolished on the flat lands	New measure	New measure	6,000 properties demolished in the flat lands
Residential Red Zone properties demolished in the Port Hills	New measure	New measure	50 properties demolished in the Port Hills

### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

### *Service Providers*

Provider	2013/14 Budgeted \$000	2013/14 Estimated Actual \$000	2014/15 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
A panel of providers for demolition services has been established for the flat lands. Lead contractors for the balance of the work programme have not been appointed.	-	-	15,000	See above	2016/17
Work continues to establish the requirements in the Port Hills. Lead contractors for the Port Hills work programme have not been appointed.	-	-	10,000	See above	2016/17

### *Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Demolition of residential red zone properties - flat lands	2011/12	592	-	-	-	-
Demolition of residential red zone properties - Port Hills	2012/13	4,718	-	-	-	-

### *Reasons for Change in Appropriation*

This is a new multi-year appropriation established in 2014/15 to better account for long term nature of this work programme. Residual amounts from the former annual appropriation will be transferred to the new multi-year appropriation on completion of the audit of CERA's annual financial statements.

### 3.5 - Non-Departmental Capital Expenditure

#### Anchor Project Land Acquisitions (M85)

##### *Scope of Appropriation*

This appropriation is limited to the acquisition of land and buildings and site clearance for the central city anchor projects.

##### *Capital Expenditure*

	2013/14		2014/15
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	465,086	465,086	150,000

##### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve a seamless development process by undertaking the acquisition of land for the anchor projects on behalf of the Crown.

##### *How Performance will be Assessed and End of Year Reporting Requirements*

	2013/14		2014/15
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Anchor Project Land Acquisition	Land acquisition strategy developed and work programme commenced	Land acquisition strategy developed and work programme commenced	100% of land required anchor projects transferred to the Crown in order for the construction of individual developments to commence

##### *End of Year Performance Reporting*

The Minister for Canterbury Earthquake Recovery will report the performance information for this appropriation as an annex to the Annual Report for the Canterbury Earthquake Recovery Authority.

##### *Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2013/14 Budgeted \$000	2014/15 Budget \$000	2015/16 Estimated \$000	2016/17 Estimated \$000	2017/18 Estimated \$000
Christchurch Central Recovery Plan: Final Decisions by Group of Ministers with Power to Act	2012/13	465,086	150,000	-	-	-

*Reasons for Change in Appropriation*

A fiscal neutral adjustment has been made in 2013/14 to transfer \$150 million of this capital expenditure appropriation to 2014/15.