

# *Vote Official Development Assistance*

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APPROPRIATION MINISTER(S): Minister of Foreign Affairs (M34)

APPROPRIATION ADMINISTRATOR: Ministry of Foreign Affairs and Trade

RESPONSIBLE MINISTER FOR MINISTRY OF FOREIGN AFFAIRS AND TRADE: Minister of Foreign Affairs

## *Overview of the Vote*

The Minister of Foreign Affairs is responsible for appropriations in the Vote for the 2016/17 financial year covering the following:

- a total of \$67 million for management of New Zealand Official Development Assistance
- a total of \$100 million for contributions to International Agencies, and
- a total of \$472 million for delivering International Development Assistance.

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

# Details of Appropriations and Capital Injections

## Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
<b>Departmental Output Expenses</b>			
<b>Management of New Zealand Official Development Assistance (M34)</b> This appropriation is limited to advice and representation on international development issues and the management of the New Zealand Official Development Assistance (ODA) programme.	59,477	59,477	67,164
<b>Total Departmental Output Expenses</b>	59,477	59,477	67,164
<b>Total Annual and Permanent Appropriations</b>	59,477	59,477	67,164

## Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Other Expenses</b>		
<b>International Agency Funding (M34)</b> This appropriation is limited to funding to multilateral agencies and international voluntary agencies for development assistance.  Commences: 01 July 2015  Expires: 30 June 2018	Original Appropriation Adjustments to 2014/15 Adjustments for 2015/16 Adjusted Appropriation  Actual to 2014/15 Year End Estimated Actual for 2015/16 Estimated Actual for 2016/17 Estimated Appropriation Remaining	300,000 - - 300,000  - 100,000 100,000 100,000
<b>International Development Assistance (M34)</b> This appropriation is limited to the provision of bilateral and regional official development assistance, including humanitarian activities, for the design, management, implementation and evaluation of development activities and development education, capacity building and co-ordination support to partners. This assistance is for the promotion of the sustainable development and welfare of Pacific and other developing countries.  Commences: 01 July 2015  Expires: 30 June 2018	Original Appropriation Adjustments to 2014/15 Adjustments for 2015/16 Adjusted Appropriation  Actual to 2014/15 Year End Estimated Actual for 2015/16 Estimated Actual for 2016/17 Estimated Appropriation Remaining	1,400,805 - 16,437 1,417,242  - 429,849 492,253 495,140

## Total Annual, Permanent and Multi-Year Appropriations

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Annual and Permanent Appropriations	59,477	59,477	67,164
Total MYA Non-Departmental Other Expenses Forecasts	529,849	529,849	592,253
<b>Total Annual and Permanent Appropriations and Multi-Year Appropriation Forecasts</b>	<b>589,326</b>	<b>589,326</b>	<b>659,417</b>

## *Supporting Information*

### Part 1 - Vote as a Whole

This part provides trend information for the vote.

## 1.2 - Trends in the Vote

### Summary of Financial Activity

	2011/12	2012/13	2013/14	2014/15	2015/16		2016/17			2017/18	2018/19	2019/20
	Actual \$000	Actual \$000	Actual \$000	Actual \$000	Final 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	54,251	53,106	54,682	55,141	59,477	59,477	67,164	-	67,164	65,069	65,069	65,069
Benefits or Related Expenses	-	-	-	-	-	-	N/A	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	510,495	437,022	532,805	513,016	529,849	529,849	-	592,253	592,253	595,140	585,924	585,924
Capital Expenditure	-	-	-	-	-	-	-	-	-	-	-	-
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>	<b>564,746</b>	<b>490,128</b>	<b>587,487</b>	<b>568,157</b>	<b>589,326</b>	<b>589,326</b>	<b>67,164</b>	<b>592,253</b>	<b>659,417</b>	<b>660,209</b>	<b>650,993</b>	<b>650,993</b>
<b>Crown Revenue and Capital Receipts</b>												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	-	-	1,521	320	655	655	N/A	100	100	100	100	100
Capital Receipts	-	-	-	-	-	-	N/A	-	-	-	-	-
<b>Total Crown Revenue and Capital Receipts</b>	<b>-</b>	<b>-</b>	<b>1,521</b>	<b>320</b>	<b>655</b>	<b>655</b>	<b>N/A</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>

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. In this instance Total Appropriations for the Budgeted and Estimated Actual year may not equal Total Appropriations in the Details of Appropriations and Capital Injections.

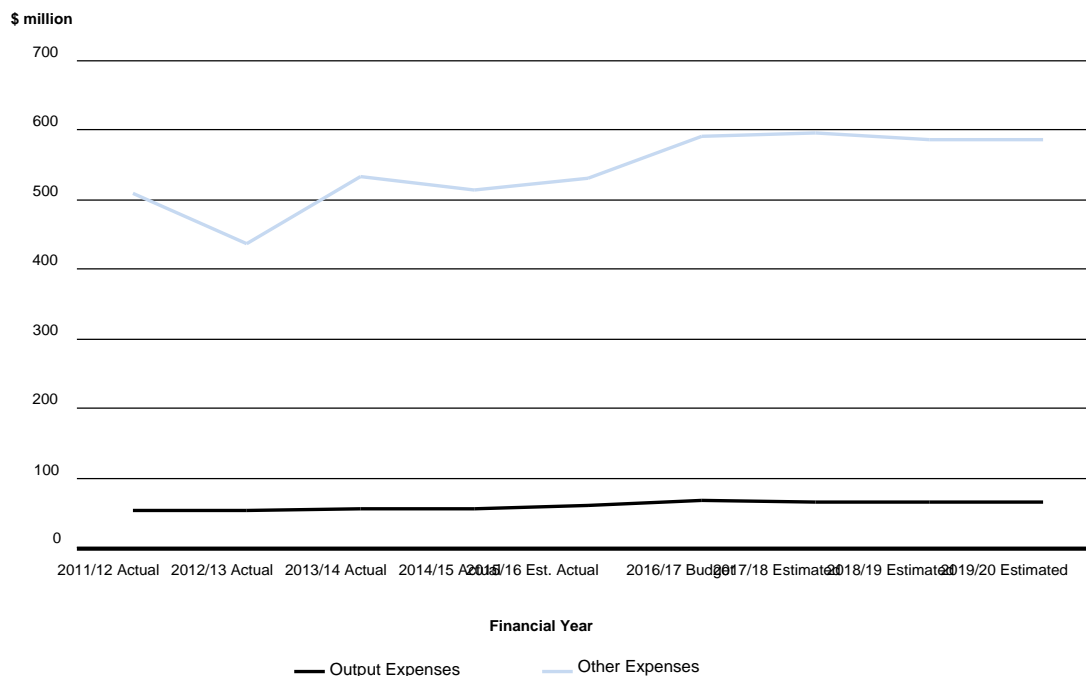
## Adjustments to the Summary of Financial Activity Table Due to Vote Restructuring

There have been no restructuring adjustments to prior year information in the Summary of Financial Activity table.

### 1.3 - Analysis of Significant Trends

#### *Total Vote: All Appropriations*

**Figure 1** - Vote trends in actual expenses and capital expenditure by appropriation type



Source: Ministry of Foreign Affairs and Trade

The movements in the departmental and non-departmental appropriations in Vote Official Development Assistance (ODA), which are detailed in the Summary of Financial Activity table above, are largely driven by non-departmental expenditure on the delivery of the New Zealand Aid Programme. Total expenditure in the Vote has increased from \$564.746 million in 2011/12 to \$639.493 million appropriated in 2016/17, an increase of \$74.747 million. Of this, \$61.834 million relates to an increase in ODA non-departmental programmes, together with an increase of \$12.913 million in departmental output expenses.

The total departmental and non-departmental appropriations baseline for Vote ODA, previously set at a target of \$600 million for 2015/16 onwards, has been increased by funding for a new policy initiative "New Zealand Aid Programme Strategic Investment". This establishes a new baseline of \$650 million for the Vote for 2017/18 and the outyears.

This increase in ODA investment of nearly \$220 million for the three year period starting in 2015/16 demonstrates New Zealand's continued commitment to addressing the challenges faced by developing countries, particularly in the Pacific.

Details of the significant movement within each appropriation type are described below:

### *Departmental Output Expenses*

Output expenses have increased significantly from \$54.251 million in 2011/12 to \$67.164 million appropriated in 2016/17. In 2011/12, the Ministry's International Development Group introduced a new business model, structure and streamlined processes ("Changing the Way We Manage Aid") to deliver the New Zealand Aid Programme more efficiently and effectively. This resulted in a reduction of over \$7 million in departmental output expenses. The overall increase of \$12.913 million in the appropriation since then mainly reflects the new funding for the delivery of the Strategic Investment policy initiative, together with the transfer of savings from 2015/16 for use in significant departmental projects, and increases in the 2016/17 and outyear appropriations due to changes in foreign exchange and overseas inflation rates.

Since 2011/12, departmental output expenses have reduced as a percentage of total Vote ODA expenditure as the Ministry overall operates more efficiently. With the increase in volume of the New Zealand Aid Programme from 2015/16 onwards, and a corresponding increase in the costs of managing New Zealand Official Development Assistance, a management cost efficiency target has been established, which requires that departmental output expenses are close to 9.75% by 2017/18.

### *Non-Departmental Other Expenses to be Incurred by the Crown*

In 2009/10 increases were announced in Vote ODA of \$25 million in 2011/12 and \$50 million in 2012/13 and out years. In 2011/12, due to significant fiscal pressures arising from the Christchurch earthquake, the commitment to further increases in ODA was spread over four years rather than two. On-going fiscal pressures led to the decision in 2012/13 to reduce planned increases in the Vote and defer baseline increases from 2014/15 to 2015/16.

New Zealand has stepped up its ODA investment, and the increased funding for the New Zealand Aid Programme Strategic Investment policy initiative became available in 2015/16. The additional funding will support targeted new strategic investments under the New Zealand Aid Programme in the Pacific and ASEAN regions, and thematic areas such as agriculture, renewable energy and information and communications technology (ICT). The investment is underpinned by:

- an integrated aid structure within the Ministry of Foreign Affairs and Trade
- a clear policy statement and multi-year strategic plan
- a continued focus on the Pacific region and sustainable economic development
- results-based management
- a strong comparative advantage
- development of a services menu to focus New Zealand's support, and
- the transfer of successful approaches from one country to another.

This is the second year of two multi-year appropriations approved for 2015/16 to 2017/18. These multi-year appropriations, which provide the flexibility to spread expenditure between years in line with the real pattern of activity implementation and expenditure, is considered international best practice for aid effectiveness.



## Part 2 - Details of Departmental Appropriations

### 2.1 - Departmental Output Expenses

#### Management of New Zealand Official Development Assistance (M34)

##### *Scope of Appropriation*

This appropriation is limited to advice and representation on international development issues and the management of the New Zealand Official Development Assistance (ODA) programme.

##### *Expenses and Revenue*

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	59,477	59,477	67,164
Revenue from the Crown	59,382	59,382	67,069
Revenue from Others	95	95	95

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

This appropriation is intended to achieve the provision of informed advice and representation on international development issues, and the effective management and delivery of the New Zealand Aid Programme.

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

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
<b>Quantity</b>			
Number of activities (see Note 1)	500 or less	500	500 or less
Median annual activity expense (see Note 1)	\$400,000 or more	\$406,760	\$450,000 or more
Volume of Crown ODA resources allocated to the Pacific bilateral and regional (see Note 2)	\$316.77m (58.5%)	\$301m (56%)	\$343.6m (60%)
Amount and proportion of sector-allocable ODA directed primarily to sustainable economic development (see Note 3)	\$191.21m (45%)	\$174m (41%)	\$202m (45%)
Policy submissions produced for Ministers under this output expense class	90-130	90-130	150-200
<b>Quality</b>			
Percentage of the value of ODA delivered using high order aid modalities (see Note 4)	58% or more	43%	45% or more
Percentage of Programmes rated 4 or higher on a scale of 1-5 by review against the Ministry's quality standard for programme management	80%	80%	80%
Percentage of Activities rated 4 or higher on a scale of 1-5 by review against the Ministry's quality standard for activity management	80%	80%	80%

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Number of Programme Strategic and Results Frameworks in place	New Measure	To be measured at year end	Increasing number
Percentage of development cooperation funding for the partner government sector disbursed in year for which it was scheduled (Pacific bilateral programmes only)	90%	To be measured at year end	90%
Estimated proportion of development cooperation covered by indicative forward aid plans provided to partner governments for the current year plus two or more years in the future (bilateral programmes only)	90%	To be measured at year end	90%
Percentage of evaluations (or summaries) including management response that are published to our website within 3 months of evaluation steering group sign-off	100%	To be measured at year end	100%
Average score out of 10 of a sample of policy papers reviewed by an external reviewer (NZIER)	7.5	7.5	7.5
<b>Ministerial Services</b>			
Number of Ministerial letters prepared	60-90	60-90	60-90
Number of Official Information Act request (OIA) responses provided	20-50	20-50	20-50
Percentage of Ministry OIA requests responded to within statutory timeframes (see Note 5)	90%	85%	90%
Percentage of Ministerial OIA request replies completed five days prior to the statutory time limit, unless otherwise agreed (see Note 5)	90%	80%	90%
Percentage of Ministerial OIA request responses that are factually accurate, meet any legislative requirements, and contain no avoidable errors, measured by rejection rates by the office of each Minister	95%	85%	95%
Average number of days to send final OIA request response to a requestor (for Ministry OIAs) (see Note 5)	20 days	25 days	20 days
Average Ministerial satisfaction score	4 or above on a 5 point scale	To be measured at year end	4 or above on a 5 point scale

**Note 1** - A key threat to the effectiveness of ODA has been identified as "fragmentation" of the programme into a large number of small activities. The Ministry is pursuing a progressive shift in the ratio of ODA going from small, administratively expensive aid projects to larger, higher impact, more comprehensive initiatives. The Ministry's ability to identify and manage a smaller number of larger activities is a key indicator of this departmental output.

**Note 2** - The New Zealand Aid Programme's mandate since 2009 has included an increased focus on the Pacific. The Minister has allocated a proportion of Crown ODA resources to the Pacific (see Budget Standards).

**Note 3** - The New Zealand Aid Programme's mandate since 2009 has included an increased focus on sectors directly supporting sustainable economic development. The Ministry monitors the amount and proportion of sector-allocable ODA directed primarily to sustainable economic development (see Budget Standards).

**Note 4** - Research internationally has shown that aid is most effective and has sustainable benefits when it can be delivered through long-term commitments to partner country programmes and priorities, using partner systems and priorities whenever possible. Such approaches are described in the Ministry as "high order aid modalities". Contributions to multi-lateral agencies are included in this definition.

**Note 5** - Ministerial OIAs are requests of the Minister responsible for the Foreign Affairs and Trade portfolios. Ministry OIAs are requests of the Chief Executive of the Ministry of Foreign Affairs and Trade.

## *Quality Standards for Programme and Activity Management*

### **Quality Standard for Programme Management - Programme Level**

Standards	Description
Programme strategic framework	<p>Programme has a current strategic framework or there is clear documentation of the programme's direction and what it aims to achieve.</p> <p>The strategic framework is consistent with the New Zealand Government's International Development Policy Statement and the strategies for operationalising this or there is clear documentation that outlines rationale for any change in focus and approach.</p> <p>The content of strategic framework is consistent with the New Zealand Aid Programme's operational guidelines and standards for programme management.</p> <p>This strategic framework is aligned with partner plans and recognise partner priorities.</p>
Programme management	<p>Activities and policy engagement within the Programme form a coherent whole and are consistent with the Strategy (eg, sector focus, use of aid mortality, sticking to key policy messages) or evidence of sound reasons for divergence.</p> <p>Forward Aid Plan is in place and complete reflecting all aid flows.</p> <p>Programme Annual Plan is complete and being referred to by staff to guide actions and priorities.</p> <p>Programme annual report is evidenced based and completed on time.</p> <p>Programme risks are identified and managed.</p>
Financial and contract management	<p>Sound forecasting procedures, particularly for the current year, are in place.</p> <p>Contract management reports are up to date and verified twice a year.</p> <p>Programme expenditure is monitored against budget, sound variance explanations are provided and documented.</p>
Focus on Results	<p>Programme has a sound Results Framework in place.</p> <p>The Results Framework is inconsistent with New Zealand Aid Programme's policy and guidelines.</p> <p>Programme monitoring is in place.</p> <p>Independent evaluations occur when appropriate and undertaken per Programme policy and guidance.</p> <p>Monitoring and evaluation information is being used in Programme decision-making.</p>
Engagement with partners	<p>Partners are fully engaged in key programme decision-making (eg, Forward Aid Plan, Joint Commitments for Development, strategy development) with programme talks and consultations minuted.</p> <p>Development effectiveness principles are applied with partners.</p> <p>Co-ordination and harmonisation with other donors and partners (eg, NZ Inc, bi-lateral and multilateral donors).</p>

Programme has a current strategic framework or there is clear documentation of the programme's direction and what it aims to achieve.

The strategic framework is consistent with the New Zealand Government's International Development Policy Statement and the strategies for operationalising this or there is documentation that clearly outlines the rationale for any change in focus and approach.

The content of the strategic framework is consistent with the New Zealand Aid Programme's operational guidelines and standards for programme management.

The strategic framework is aligned with partner plans and recognises partner priorities.

**Quality Standard for Programme Management - Activity Level**

Standards	Description
Activity Planning	<p>Planning phase meets relevant policy and guidelines.</p> <p>Planning phase for Activities (Activity Design Documents, Appraisals and Results Framework) meets policy and quality standards.</p> <p>Thorough assessment of the proposed budget (including value for money) completed.</p>
Financial planning and procurement	<p>Authority to spend funds (PAA) is completed and expresses the business case well, and is consistent with the Financial Delegation Policy and the Programme Activity Authorities Guidelines.</p> <p>Procurement is best fit for purpose, delivers value for money and is consistent with policies and guidelines.</p> <p>A partner risk assessment has been undertaken and documented as required.</p>
Activity management	<p>Evidence is on file and/or documented that shows a good understanding and response to activity progress and issues eg. documentation on the file of the activity manager's assessment of activity progress and quality including information on relevance, effectiveness, efficiency and likely impact and sustainability.</p> <p>Monitoring visits documented and filed.</p> <p>Reports from the partners received according to contract, reviewed, responded to, and milestones are monitored.</p> <p>Risks are being monitored and managed in accordance with current guidelines.</p> <p>Evidence specialist expertise sought when necessary and advice taken into account in management.</p>
Financial and contract management	<p>Payments are in line with contracts, financial and non-financial milestones conditions are met, payments do not exceed contract.</p> <p>Contract variations are consistent with procurement contracts and grant policies and guidelines.</p> <p>Where required an external audit of the implementing agency's financial statements has occurred and a copy provided to the Ministry (including any audit management letter).</p>
Focus on Results	<p>A sound Activity Framework is in place and is consistent with the New Zealand Aid Programme's relevant Activity policy and guidelines (Note Results Framework are expected for all new Activities from 1 July 2011 and activities starting new phases).</p> <p>Headline results indicator appropriately applied in the Results Framework.</p> <p>Partner reports are reporting on results.</p> <p>Independent evaluations occur as required by the Evaluation Policy.</p> <p>Activity Monitoring Assessments and Activity Completion Assessments are informed by evidence and are completed as per policy.</p> <p>Monitoring and evaluation information is being used by the New Zealand Aid Programme in Activity decision making.</p>
Engagement with partners	<p>Partners are engaged constructively, including with other donors where relevant, to achieve the Activity outcomes.</p>
Cross-cutting issues addressed	<p>Cross-cutting issues were adequately considered at the planning phase and the markers in the Programme Activity Authority in AMS are appropriate.</p> <p>Cross-cutting issues are included in the Results Framework where appropriate.</p> <p>Progress on cross-cutting issues are being monitored and evaluated.</p> <p>Action taken to address issues as a result of the monitoring and evaluation.</p>

*End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Ministry of Foreign Affairs and Trade in its Annual Report to be presented to the House.

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
New Zealand Aid Programme Strategic Investment	2015/16	4,961	7,182	8,087	8,087	8,087
Efficiency Dividend	2012/13	(7,000)	(7,000)	(7,000)	(7,000)	(7,000)

*Reasons for Change in Appropriation*

The appropriation has increased by \$7.687 million from \$59.477 million in 2015/16 to \$67.164 million in 2016/17, due to:

- a retention of underspends of \$6 million from 2015/16 to enable the implementation of the outcomes of an internal capability initiative
- new funding of \$2.221 million as a result of the New Zealand Aid Programme Strategic Investment policy initiative
- an increase of \$436,000 as a result of foreign exchange and overseas inflation movements.

The increases are partially offset by:

- a decrease of \$750,000 due to the retention in 2015/16 of core business efficiency savings from 2014/15, and
- a decrease of \$220,000 due to the transfer of one-off funding to 2015/16 to manage the delivery of the Pacific Energy Summit activities.

## Part 3 - Details of Non-Departmental Appropriations

### 3.4 - Non-Departmental Other Expenses

#### International Agency Funding (M34)

##### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>International Agency Funding (M34)</b> This appropriation is limited to funding to multilateral agencies and international voluntary agencies for development assistance.  Commences: 01 July 2015  Expires: 30 June 2018	Original Appropriation	300,000
	Adjustments to 2014/15	-
	Adjustments for 2015/16	-
	Adjusted Appropriation	300,000
	Actual to 2014/15 Year End	-
	Estimated Actual for 2015/16	100,000
	Estimated Actual for 2016/17	100,000
Estimated Appropriation Remaining	100,000	

##### *Components of the Appropriation*

Vote Official Development Assistance includes two non-departmental other expense appropriations - International Agency Funding and International Development Assistance. The appropriations are managed and delivered through 26 programmes, for example Multilateral Agency Programme, Samoa Programme, Humanitarian Programme, ASEAN Regional Programme.

The policy settings for the New Zealand Aid Programme are set by the Government's "International Development Policy Statement". A four year strategic plan describes how the Ministry will maximise the impact of the New Zealand Aid Programme, establishes policy priorities, defines the geographic and thematic focus of the 26 programmes and sets the intentions and investment priorities for the aid budget, including new interventions. The current Strategic Plan 2015-19 identifies twelve investment priorities that reflect key development opportunities in partner countries and draws on New Zealand's strengths. Two of these, agriculture and renewable energy, are flagship priorities. The plan highlights that the geographic focus is the Pacific neighbourhood, where New Zealand will work across all twelve priorities. In other countries, the focus will be on the flagship priorities and a limited number of other priorities.

The New Zealand Aid Programme and the two appropriations within it are structured according to the type of programme and region of focus. The non-departmental other expense appropriation for International Agency Funding funds investment in multilateral partners and other agencies, which deliver development outcomes and activities in over 150 developing countries, where support cannot be specifically split between different regions.

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

This appropriation is intended to achieve, through multilateral agencies and international voluntary organisations, an effective contribution to international efforts to support sustainable development and reduce poverty in developing countries, and to contribute to a more secure, equitable and prosperous world.

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

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
<b>Renewable Energy</b>			
People provided with access to electricity (World Bank)	No target available	75.3 million people	No target available
<b>Agriculture</b>			
Area provided with new and /or improved irrigation services (World Bank)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
Farm households that have adopted improved varieties, breeds or trees, and/or improved management practices (Consultative Group on International Agricultural Research)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
People receiving services from IFAD-supported projects (International Fund for Agricultural Development)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
<b>Economic Governance</b>			
People benefiting from microfinance loans (World Bank)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
New jobs and other livelihoods generated under sustainable development (United Nations Development Programme)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
<b>Law &amp; Justice</b>			
New eligible voters who are registered (United Nations Development Programme)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
<b>Health</b>			
School children receiving school meal and take home rations (World Food Programme)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
Households with new or improved water (Asian Development Bank)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
Number of sexual and reproductive health services provided (International Planned Parenthood Foundation)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
<b>Education</b>			
Students benefitting from new or improved educational facilities (Asian Development Bank)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
<b>Humanitarian Response</b>			
People provided with food assistance (this includes cash and vouchers) (World Food Programme)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
Displaced people (refugees/internally displaced) receiving protection or assistance from UNHCR and its partners (United Nations High Commissioner for Refugees)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available
People in humanitarian situations who have access to safe drinking water (UNICEF)	To be based on Agency Target where available	To be measured at year end	To be based on Agency Target where available

## *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Minister in a report to be appended to the Ministry of Foreign Affairs and Trade's Annual Report to be presented to the House.

## International Development Assistance (M34)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>International Development Assistance (M34)</b>	Original Appropriation	1,400,805
This appropriation is limited to the provision of bilateral and regional official development assistance, including humanitarian activities, for the design, management, implementation and evaluation of development activities and development education, capacity building and co-ordination support to partners. This assistance is for the promotion of the sustainable development and welfare of Pacific and other developing countries.	Adjustments to 2014/15	-
	Adjustments for 2015/16	16,437
	Adjusted Appropriation	1,417,242
	Actual to 2014/15 Year End	-
Commences: 01 July 2015	Estimated Actual for 2015/16	429,849
Expires: 30 June 2018	Estimated Actual for 2016/17	492,253
	Estimated Appropriation Remaining	495,140

### *Components of the Appropriation*

As described within the International Agency Funding appropriation above, Vote ODA includes two non-departmental other expense appropriations (International Development Assistance and International Agency Funding), which are managed and delivered through 26 programmes, under policy settings set by the Government's "International Development Policy Statement" and managed within the parameters, focus and priorities of a four year strategic plan.

The New Zealand Aid Programme and the two appropriations within it are structured according to the type of programme and region of focus. The non-departmental other expense appropriation for International Development Assistance funds New Zealand's investment in bilateral and regional assistance programmes, and humanitarian assistance for individual countries and regions.

The Strategic Plan 2015-19 seeks to align New Zealand's investments with its strategy, and identifies that the International Development Assistance multi-year appropriation will be invested across a range of programme groupings: Pacific country programmes, for example Cook Islands and Tonga (44%); Pacific regional programmes, for example economic and human development (13%); Asia programmes, for example Indonesia and Myanmar (12.5%); Other regional programmes, for example Africa and Latin America (3%); Humanitarian responses (5%); Other programmes, for example scholarships and partnership funds (22.5%).

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

This appropriation is intended to achieve, through bilateral and regional assistance programmes, the investment of knowledge and skills to deliver sustainable development and poverty reduction in partner developing countries, and develop shared prosperity and stability in the Pacific region. The focus is the provision of aid and influence to achieve sustainable, inclusive and resilient development outcomes that meet the aspirations of people in our partner countries. The appropriation is also intended to achieve the provision of humanitarian support in response to crises around the world.



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

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Percentage of indicators improving at the "Global Results" level of the New Zealand Aid Programme Strategic Results Framework for bilateral partner countries (see Note 1)	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Renewable Energy</b>			
Energy supplied through the main grids produced from renewable energy sources in bilateral partner countries (see Note 1)	Increasing proportion	To be measured at year end	Increasing proportion
Installed renewable energy capacity of new or upgraded infrastructure	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Agriculture</b>			
Agriculture sector - added value of GDP in bilateral partner countries (see Note 1)	Increasing number of improving trends	To be measured at year end	Increasing number of improving trends
People assisted (through training, access to agricultural technology and advisory support) to increase benefits from agriculture sector	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Information &amp; Communications Technology</b>			
Individuals using the internet in bilateral partner countries (see Note 1)	Increasing number of improving trends	To be measured at year end	Increasing number of improving trends
People provided with new or improved ICT services (telecommunications and/or internet)	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Fisheries</b>			
Revenue from foreign fisheries licenses in the Pacific (see Note 1)	\$500m	To be measured at year end	\$500m
People assisted (through training and advisory support) to increase benefits from fisheries/aquaculture sector	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Tourism</b>			
Tourism sector - added value of GDP in bilateral partner countries (see Note 1)	Increasing number of improving trends	To be measured at year end	Increasing number of improving trends
Additional tourists (activity specific)	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Trade &amp; Labour Mobility</b>			
Doing business score (distance to frontier) in bilateral partner countries (see Note 1)	Increasing average score	To be measured at year end	Increasing average score
People assisted (through training or advisory support) to increase benefits from trade (and labour mobility) sector	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Economic Governance</b>			
Governance and effectiveness index (Rank) in bilateral partner countries (see Note 1)	Increasing average rank	To be measured at year end	Increasing average rank
Countries that have received advisory support to strengthen economic governance through bilateral engagements	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
<b>Law &amp; Justice</b>			
Rule of Law Index (Rank) in bilateral partner countries (see Note 1)	Increasing average rank	To be measured at year end	Increasing average rank
People assisted (through training or advisory support) to strengthen law and justice systems	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Health</b>			
Mortality between 30 and 70 years from CVD, cancer, diabetes or chronic respiratory diseases in bilateral partner countries (see Note 1)	Increasing number of improving trends	To be measured at year end	Increasing number of improving trends
Under 5 mortality rate (deaths per 1000 live births) in bilateral partner countries (see Note 1)	Increasing number of improving trends	To be measured at year end	Increasing number of improving trends
Patients who have received specialist health advice and treatment	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Education</b>			
Children meeting regional test levels at grade 6 for numeracy and literacy in bilateral partner countries (see Note 1)	Improving trend	To be measured at year end	Improving trend
Children assisted in primary and secondary education (through sector support)	Improving trend	To be measured at year end	Improving trend
People that complete vocational training	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
People that complete tertiary scholarships	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Resilience</b>			
Carbon emissions (metric tonnes per capita) in bilateral partner countries (see Note 1)	Increasing number of improving trends	To be measured at year end	Increasing number of improving trends
People trained to strengthen resilience (disaster risk reduction and climate change adaptation)	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
People trained to strengthen disaster preparedness	Improve or maintain trend (Baseline to be set)	To be measured at year end	Improve or maintain trend
<b>Humanitarian Response</b>			
Vulnerable people provided with essential and useful assistance following a natural or human induced disaster within Pacific and outside the Pacific	Standard dependent on need	To be measured at year end	Standard dependent on need

Note 1 - These indicators assess results at an outcome level in bilateral partner countries. As such they will also include contributions from other agencies and actors and the Internal Agency Funding appropriation.

*End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Minister in a report to be appended to the Ministry of Foreign Affairs and Trade's Annual Report to be presented to the House.

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
New Zealand Aid Programme Strategic Investment	2013/14	(4,961)	25,818	39,413	39,413	39,413
Reduction in increases to baselines and deferral of the Government's commitment to increase Vote Official Development Assistance expenditure, so that the target level will be reached in 2015/16 rather than 2014/15.	2012/13	(13,655)	(13,655)	(13,655)	(13,655)	(13,655)