

# *Vote State Services*

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APPROPRIATION MINISTER(S): Minister of State Services (M66)

APPROPRIATION ADMINISTRATOR: State Services Commission

RESPONSIBLE MINISTER FOR STATE SERVICES COMMISSION: Minister of State Services

# Details of Appropriations and Capital Injections

## Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2015/16		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Departmental Capital Expenditure</b>			
<b>State Services Commission - Capital Expenditure PLA (M66)</b> This appropriation is limited to the purchase or development of assets by and for the use of the State Services Commission, as authorised by section 24(1) of the Public Finance Act 1989.	150	50	200
<b>Total Departmental Capital Expenditure</b>	150	50	200
<b>Non-Departmental Other Expenses</b>			
<b>Open Government Partnership (M66)</b> This appropriation is limited to payments associated with New Zealand's membership of the Open Government Partnership.	240	58	298
<b>Remuneration and Related Employment Costs of Chief Executives (M66)</b> This appropriation is limited to the remuneration and costs relating to the employment of chief executives employed by the State Services Commissioner.	14,000	(58)	13,942
<b>Settlement of Legal Liabilities (M66)</b> The settlement of legal liabilities incurred by now-disestablished government departments and other Crown settlements.	7	-	7
<b>Total Non-Departmental Other Expenses</b>	14,247	-	14,247
<b>Multi-Category Expenses and Capital Expenditure</b>			
<b>Government Inquiries into Matters MCA (M66)</b> The overarching purpose of this appropriation is for the payment of costs associated with the operation of Government Inquiries into Matters.	-	479	479
<i>Departmental Output Expenses</i>			
<i>Secretariat and Other Costs Associated with Government Inquiries into Matters</i> This category is limited to secretariat and other costs associated with Government Inquiries into Matters.	-	349	349
<i>Non-Departmental Other Expenses</i>			
<i>Panel Costs Associated with Government Inquiries into Matters</i> This category is limited to panel costs associated with Government Inquiries into Matters.	-	130	130
<b>Policy Advice and Management of the Public Management System MCA (M66)</b> The single overarching purpose of this appropriation is to support decision making by Ministers on Government policy matters and leading the Public Management System.	26,970	1,819	28,789
<i>Departmental Output Expenses</i>			
<i>Management of the Public Management System</i> This category is limited to ensuring the Public Management System has the design, capability and performance to deliver public services.	21,438	2,089	23,527
<i>Public Management System Policy Advice</i> This category 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 Public Management System.	5,532	(270)	5,262
<b>Total Multi-Category Expenses and Capital Expenditure</b>	26,970	2,298	29,268
<b>Total Annual and Permanent Appropriations</b>	41,367	2,348	43,715

## Capital Injection Authorisations

	2015/16		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
State Services Commission - Capital Injection (M66)	-	-	-

# Supporting Information

## Part 1 - Vote as a Whole

### 1.2 - Trends in the Vote

#### Summary of Financial Activity

	2015/16				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
<b>Appropriations</b>					
Output Expenses	-	-	-	-	-
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	14,247	-	-	-	14,247
Capital Expenditure	150	50	-	50	200
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	26,970	2,168	-	2,168	29,138
<i>Other Expenses</i>	-	-	130	130	130
<i>Capital Expenditure</i>	-	N/A	-	-	-
<b>Total Appropriations</b>	41,367	2,218	130	2,348	43,715
<b>Crown Revenue and Capital Receipts</b>					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	13,043	N/A	-	-	13,043
Capital Receipts	-	N/A	-	-	-
<b>Total Crown Revenue and Capital Receipts</b>	13,043	N/A	-	-	13,043

## Part 2 - Details of Departmental Appropriations

### 2.3 - Departmental Capital Expenditure and Capital Injections

#### State Services Commission - Capital Expenditure PLA (M66)

##### *Scope of Appropriation*

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

##### *Capital Expenditure*

	2015/16		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	150	(128)	22
Intangibles	-	178	178
Other	-	-	-
<b>Total Appropriation</b>	<b>150</b>	<b>50</b>	<b>200</b>

##### *Reasons for Change in Appropriation*

This appropriation increased by \$50,000 to \$200,000 for 2015/16 due to the acquisition of the Talent Management and Information System, which was partly offset by reduced levels of replacement in property, plant, and equipment.

## Part 3 - Details of Non-Departmental Appropriations

### 3.4 - Non-Departmental Other Expenses

#### **Open Government Partnership (M66)**

##### *Scope of Appropriation*

This appropriation is limited to payments associated with New Zealand's membership of the Open Government Partnership.

##### *Reasons for Change in Appropriation*

This appropriation increased by \$58,000 to \$298,000 for 2015/16 due to a change in exchange rates. The increase was funded by a transfer from Remuneration and Related Employment Costs of Chief Executives.

#### **Remuneration and Related Employment Costs of Chief Executives (M66)**

##### *Scope of Appropriation*

This appropriation is limited to the remuneration and costs relating to the employment of chief executives employed by the State Services Commissioner.

##### *Reasons for Change in Appropriation*

This appropriation decreased by \$58,000 to \$13.942 million for 2015/16 due to a transfer to fund exchange rate variances in the Open Government Partnership contribution.

## Part 4 - Details of Multi-Category Expenses and Capital Expenditure

### Multi-Category Expenses and Capital Expenditure

#### Government Inquiries into Matters (M66)

##### *Overarching Purpose Statement*

The overarching purpose of this appropriation is for the payment of costs associated with the operation of Government Inquiries into Matters.

##### *Scope of Appropriation*

###### **Departmental Output Expenses**

###### *Secretariat and Other Costs Associated with Government Inquiries into Matters*

This category is limited to secretariat and other costs associated with Government Inquiries into Matters.

###### **Non-Departmental Other Expenses**

###### *Panel Costs Associated with Government Inquiries into Matters*

This category is limited to panel costs associated with Government Inquiries into Matters.

##### *Expenses, Revenue and Capital Expenditure*

	2015/16		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
<b>Total Appropriation</b>	-	479	479
<b>Departmental Output Expenses</b>			
Secretariat and Other Costs Associated with Government Inquiries into Matters	-	349	349
<b>Non-Departmental Other Expenses</b>			
Panel Costs Associated with Government Inquiries into Matters	-	130	130
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>			
Secretariat and Other Costs Associated with Government Inquiries into Matters	-	349	349

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

This appropriation is intended to achieve an inquiry into the departure from New Zealand of prisoner Phillip John Smith while on temporary release from Spring Hill Corrections Facility.

### *How Performance will be Assessed for this Appropriation*

	2015/16		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
The inquiry was conducted in an appropriate manner	-	Yes	Yes

### *What is Intended to be Achieved with each Category and How Performance will be Assessed*

	2015/16		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Departmental Output Expenses</b>			
<b>Secretariat and Other Costs Associated with Government Inquiries into Matters</b>			
This category is intended to achieve effective support services to the inquiry into matters concerning the escape of Phillip John Smith.			
<i>How Performance will be Assessed</i>			
The Inquiry chair is satisfied with the support services provided to the Inquiry.	-	Yes	Yes
<b>Non-Departmental Other Expenses</b>			
<b>Panel Costs Associated with Government Inquiries into Matters</b>			
This category is intended to achieve an inquiry into matters concerning the escape of Phillip John Smith.			
An exemption was granted under s.15D(2)(b)(iii) of the Public Finance Act as the amount of this category is under \$5 million in expenses.			

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the State Services Commission in its 2015/16 Annual Report.

### *Service Providers for the Multi-Category Appropriation*

Non-Departmental Other Expenses: Panel Costs Associated with Government Inquiries into Matters are made to individual panel members.

### *Reasons for Change in Appropriation*

Unused funding of \$479,000 was transferred from 2014/15 to 2015/16 to complete the inquiry.



## Policy Advice and Management of the Public Management System (M66)

### *Overarching Purpose Statement*

The single overarching purpose of this appropriation is to support decision making by Ministers on Government policy matters and leading the Public Management System.

### *Scope of Appropriation*

#### **Departmental Output Expenses**

##### *Management of the Public Management System*

This category is limited to ensuring the Public Management System has the design, capability and performance to deliver public services.

##### *Public Management System Policy Advice*

This category 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 Public Management System.

### *Expenses, Revenue and Capital Expenditure*

	2015/16		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	26,970	1,819	28,789
<b>Departmental Output Expenses</b>			
Management of the Public Management System	21,438	2,089	23,527
Public Management System Policy Advice	5,532	(270)	5,262
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>	25,005	191	25,196
Management of the Public Management System	19,473	616	20,089
Public Management System Policy Advice	5,532	(425)	5,107
<b>Revenue from Others</b>	1,965	1,628	3,593
Management of the Public Management System	1,965	1,473	3,438
Public Management System Policy Advice	-	155	155

*What is Intended to be Achieved with each Category and How Performance will be Assessed*

Assessment of Performance	2015/16		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Departmental Output Expenses</b>			
<b>Management of the Public Management System</b>			
Stakeholders agree that New Zealand Public Service chief executives are effective leaders of the Public Service	-	Average score 4 out of 5	Average score 4 out of 5
Stakeholders agree that agencies are working together more effectively than two years ago to deliver results	-	Average score 4 out of 5	Average score 4 out of 5
Stakeholders agree that tier two and tier three capability in the New Zealand Public Service is fit-for-purpose	-	Average score of 3.3 out of 5	Average score of 3.3 out of 5
Stakeholders are satisfied that the State Services Commission's oversight role of State sector employment relations achieves solutions within Government expectations and provides for effective management of risk within and across agencies	-	Average score of 3.6 out of 5	Average score of 3.6 out of 5
Chief executives agree that Performance Improvement Framework reviews have led to changes that improve agency performance	-	Average score of 4 out of 5	Average score of 4 out of 5

*End of Year Performance Reporting*

Performance information for this appropriation will be reported by the State Services Commission in its 2015/16 Annual Report.

*Reasons for Change in Appropriation*

This appropriation increased by \$1.819 million to \$28.789 million for 2015/16 due to:

- \$780,000 increase as a result of the State Services Commission taking on the leadership functions for the Auckland Policy Office, with the operating costs for running the office recovered from other participating agencies
- \$700,000 increase due to transfers of funding into 2015/16 from 2014/15 for the Central Agencies Development Programme, the Continuous Improvement Programme, the Leadership Capability Deployment and Development Initiative, the Ombudsman Inquiry into the Rebstock Inquiry, and the review of the State Sector Retirement Savings Scheme
- \$612,000 increase due to secondment recovery income
- \$175,000 increase for the State Services Commission's contribution to Transparency International New Zealand on behalf of the Public Sector
- \$61,000 increase for cost recoveries in connection with the Emerging Leaders and the Public Service Induction projects
- \$450,000 decrease due to transfers of funding to 2016/17 for chief executive recruitment, chief executive development, and executive management analytical support, and
- \$59,000 decrease for the State Services Commission's share of costs for the Budget 2015 whole-of-Government initiatives.