

# *Vote Lands*

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APPROPRIATION MINISTER(S): Minister for Land Information (M44), Minister for Treaty of Waitangi Negotiations (M74), Minister for Greater Christchurch Regeneration (M85)

APPROPRIATION ADMINISTRATOR: Land Information New Zealand

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

# Details of Appropriations and Capital Injections

## Annual Appropriations and Forecast Permanent Appropriations

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
<b>Departmental Capital Expenditure</b>			
<b>Land Information New Zealand - Capital Expenditure PLA (M44)</b> This appropriation is limited to the purchase or development of assets by and for the use of the Land Information New Zealand, as authorised by section 24(1) of the Public Finance Act 1989.	5,000	10,000	15,000
<b>Total Departmental Capital Expenditure</b>	5,000	10,000	15,000
<b>Non-Departmental Output Expenses</b>			
<b>Contaminated Sites (M44)</b> This appropriation is limited to the analysis, investigation and, where necessary, appropriate remedial action on contaminated sites for which the Crown has accepted responsibility.	400	-	400
<b>Forestry Plantation Activity (M44)</b> This appropriation is limited to forestry operations on Crown Land.	3,000	3,100	6,100
<b>Total Non-Departmental Output Expenses</b>	3,400	3,100	6,500
<b>Non-Departmental Other Expenses</b>			
<b>Bad and Doubtful Debts (M44)</b> This appropriation is limited to the provision for writing off bad and doubtful debts.	145	-	145
<b>Compensation Claims under section 173 of the Land Transfer Act 1952 PLA (M44)</b> This appropriation is limited to the payment of claims for compensation under section 173 of the Land Transfer Act 1952.	-	668	668
<b>Crown Forest Management (M44)</b> This appropriation is limited to the management of Crown forest properties and licences, including settling reviews, interest liability and GST on refunded fees.	400	-	400
<b>Depreciation (M44)</b> This appropriation is limited to depreciation of buildings on surplus Crown land.	3,993	-	3,993
<b>Impairment of Land for Treaty Settlements (M74)</b> This appropriation is limited to the impairment of the value of land used in Treaty settlements.	-	11,481	11,481
<b>Land Liabilities (M44)</b> This appropriation is limited to the investigation and resolution, including legal costs and settlement, of land-related liabilities administered by the department.	843	-	843
<b>Loss on sale of Landbank properties (M74)</b> This appropriation is limited to the loss on sale expense incurred when disposing of Landbank properties.	-	16,545	16,545
<b>Proceeds from Sale of New Zealand Transport Agency Properties (M44)</b> This appropriation is limited to payments to the New Zealand Transport Agency equivalent to the proceeds received from the sales of Crown land no longer required for New Zealand Transport Agency purposes.	100,000	-	100,000
<b>Rates on Crown Land (M44)</b> This appropriation is limited to the rate expense on Crown land and surplus government properties managed by the department on behalf of the Crown.	3,957	-	3,957

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>			
<b>Residual Crown Leasehold Rents (M44)</b> This appropriation is limited to the leasehold expenses and liabilities incurred on residual surplus government accommodation managed by the department on behalf of the Crown.	700	-	700
<b>Soil Conservation Reserve Management (M44)</b> This appropriation is limited to expenses incurred in the management of soil conservation reserves in accordance with the Soil Conservation and Rivers Control Act 1941.	380	-	380
<b>Tangoio Catchment Management Fund (M44)</b> This appropriation is limited to soil conservation and management of environmental effects related to the Tangoio Catchment Area.	120	-	120
<b>Total Non-Departmental Other Expenses</b>	110,538	28,694	139,232
<b>Non-Departmental Capital Expenditure</b>			
<b>Crown Acquisitions - Huntly East (M44)</b> This appropriation is limited to the acquisition of properties falling within Cabinet's approved policy area for Huntly East subsidence zone.	500	-	500
<b>Crown Purchases- Land Exchanges (M44)</b> This appropriation is limited to the acquisition of land effecting boundary adjustments for works and to enable land exchanges as negotiated.	350	-	350
<b>Total Non-Departmental Capital Expenditure</b>	850	-	850
<b>Multi-Category Expenses and Capital Expenditure</b>			
<b>Canterbury Earthquake Recovery Land Ownership and Management MCA (M85)</b> The overarching purpose of this appropriation is to support the recovery of Canterbury through the purchase, clearance, maintenance and management of land affected by the Canterbury earthquakes.	56,436	<b>59,303</b>	115,739
<i>Departmental Output Expenses</i>			
<i>Acquisition and Disposal Expenses</i> This category is limited to the Crown's costs incurred in acquiring and disposing of land and buildings in Canterbury.	510	(510)	-
<i>Managing the Recovery</i> This category is limited to managing properties and associated issues relating to the Canterbury earthquakes.	5,224	703	5,927
<i>Non-Departmental Other Expenses</i>			
<i>Clearance of built structures and associated works</i> This category is limited to the clearance of built structures and other works deemed necessary on land affected by the Canterbury earthquakes.	7,500	(5,507)	1,993
<i>Initial write-down in the value of land and improvements</i> This category is limited to the write-down to fair value on the acquisition of land and improvements in Canterbury.	475	25,626	26,101
<i>Loss on disposal of Land and Improvements</i> This category is limited to the loss incurred on disposal of land and improvements in Canterbury.	-	7,033	7,033
<i>Management and Clearance of Land</i> This category is limited to costs arising from the management of properties affected by the Canterbury earthquakes and anchor projects.	19,064	(12,388)	6,676
<i>Mass Movement of Land</i> This category is limited to assisting the Christchurch City Council response to the landslide hazards in the Port Hills exacerbated by the Canterbury earthquakes.	-	2,800	2,800

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>			
<i>Purchase of land and improvements operational</i> This category is limited to the purchase of land and improvements and other associated operating costs relating to properties affected by the Canterbury earthquakes.	5,663	30,610	36,273
<i>Write down in the value of land and improvements</i> This category is limited to the write down in the value of land and improvements in Canterbury (other than on acquisition or disposal).	-	260	260
<b>Non-Departmental Capital Expenditure</b>			
<i>Purchase of land and improvements capital</i> This category is limited to the purchase of land and improvements and other capital costs relating to properties affected by the Canterbury earthquakes.	18,000	10,676	28,676
<b>Crown Land MCA (M44)</b> The overarching purpose of this appropriation is to enable the best economic, environmental and recreational uses of Crown-owned and Crown-used land.	30,706	<b>16,910</b>	47,616
<b>Departmental Output Expenses</b>			
<i>Centralised clearance service for acquisitions and disposals</i> This category is limited to statutory decision making on land acquisitions and disposals by the Crown and road legislation actions for local authorities and related work.	1,198	500	1,698
<i>Land disposal services for other agencies</i> This category is limited to costs associated with the disposal of land and improvements that have been assigned to Land Information New Zealand for disposal.	9,083	9,910	18,993
<i>Land Information New Zealand Biosecurity Programme</i> This category is limited to the delivery of the Land Information New Zealand Biosecurity Programme.	3,426	-	3,426
<i>Management of Crown Land</i> This category is limited to the management of the Crown's interest in land, including disposals, related liabilities, and establishing standards relating to Crown Land.	16,999	6,500	23,499
<b>Location Based Information MCA (M44)</b> The overarching purpose of this appropriation is to enable location information to be widely available, easily accessible and readily used.	26,348	<b>(4,300)</b>	22,048
<b>Departmental Output Expenses</b>			
<i>Administration of the New Zealand Geographic Board Ngā Pou Taunaha O Aotearoa</i> This category is limited to the official geographic naming activities of the New Zealand Geographic Board Ngā Pou Taunaha O Aotearoa.	783	-	783
<i>Land Information New Zealand Location Based Information Infrastructure</i> This category is limited to costs associated with the collection, authorisation, maintenance and dissemination of location based information.	22,617	(4,300)	18,317
<i>Leading the New Zealand Geospatial Strategy</i> This category is limited to the delivery and ongoing support of Spatial Data Infrastructure.	2,948	-	2,948

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>			
<b>Managing the Overseas Investment Regime MCA (M44)</b>	24,621	5,773	30,394
The single overarching purpose of this appropriation is to achieve compliance with the Overseas Investment Act 2005.			
<b>Departmental Output Expenses</b>			
<i>Administering the Overseas Investment Regime (other than residential property)</i>	7,282	2,530	9,812
This category is limited to the assessment of applications for consent to acquiring investments (other than residential property) in New Zealand.			
<i>Administering the Residential Property Regime</i>	12,661	2,548	15,209
This category is limited to the development and operation of the system for the assessment of applications for consent to acquire or develop residential property.			
<i>Monitoring and Enforcement of the Overseas Investment Regime</i>	4,678	695	5,373
This category is limited to monitoring and enforcing compliance by overseas investors in New Zealand with the Overseas Investment Act 2005.			
<b>Policy Advice and Related Services MCA (M44)</b>	3,843	(200)	3,643
The overarching purpose of this appropriation is to provide policy advice and other support to Ministers in discharging their policy decision-making and other portfolio responsibilities.			
<b>Departmental Output Expenses</b>			
<i>Ministerial Services, Appointments, Implementation and Operational Policy</i>	750	(100)	650
This category is limited to the provision of services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities, including appointments to boards, the implementation of policy decisions and development of operational policy.			
<i>Policy Advice</i>	3,093	(100)	2,993
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 land, property and geospatial information.			
<b>Property Rights MCA (M44)</b>	72,519	8,750	81,269
The overarching purpose of this appropriation is to ensure that property rights and information are clear, certain, easily tradable and accessible.			
<b>Departmental Output Expenses</b>			
<i>Regulating Valuation</i>	2,516	-	2,516
This category is limited to the certification of rating revaluations and the administration of the Valuers Registration Board.			
<i>The Survey and Title system</i>	70,003	8,750	78,753
This category is limited to the provision of the system for providing information, transacting and recording land property rights including establishing standards.			
<b>Purchase and Preparation of Assets for Possible Use in future Treaty of Waitangi Settlements MCA (M74)</b>	7,000	4,050	11,050
The overarching purpose of this appropriation is to support the Treaty Settlement process through providing for the purchase and preparation of assets for potential use in Treaty Settlements.			
<b>Non-Departmental Other Expenses</b>			
<i>Preparation of Assets</i>	4,000	1,050	5,050
This category is limited to the clearance of built structures, the removal of hazardous material and other works deemed necessary to prepare the asset for possible use in future Treaty of Waitangi Settlements.			

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
<b>Non-Departmental Capital Expenditure</b>			
<i>Purchase of Assets</i>	3,000	3,000	6,000
This category is limited to the purchase of assets for possible use in future Treaty of Waitangi Settlements.			
<b>Total Multi-Category Expenses and Capital Expenditure</b>	221,473	90,286	311,759
<b>Total Annual Appropriations and Forecast Permanent Appropriations</b>	341,261	132,080	473,341

## Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Departmental Output Expenses</b>		
<b>Hydrographic Survey (M44)</b>	Original Appropriation	20,300
This appropriation is limited to the collection and analysis of location-based information from marine, coastal and related environments.	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
Commences: 01 October 2018	Adjusted Appropriation	20,300
Expires: 30 June 2021	Actual to 2017/18 Year End	-
	Estimated Actual for 2018/19	10,000
	Estimate for 2019/20	5,100
	Estimated Appropriation Remaining	5,200
<b>Non-Departmental Capital Expenditure</b>		
<b>Land Tenure Reform Acquisitions (M44)</b>	Original Appropriation	480,570
This appropriation is limited to the acquisition of the lessees' interest in pastoral lease land and purchase of any land and/or assets required to complete the acquisition of lessee interest in order to achieve Tenure Review outcomes under the Crown Pastoral Land Act 1998, or to achieve Government high country objectives.	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
Commences: 01 July 2014	Adjusted Appropriation	480,570
Expires: 30 June 2019	Actual to 2017/18 Year End	92,344
	Estimated Actual for 2018/19	24,945
	Estimate for 2019/20	-
	Estimated Appropriation Remaining	363,281

## Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	341,261	132,080	473,341
Total Forecast MYA Departmental Output Expenses	-	10,000	10,000
Total Forecast MYA Non-Departmental Capital Expenditure	256,983	131,243	388,226
<b>Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations</b>	598,244	273,323	871,567

## Capital Injection Authorisations

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Land Information New Zealand - Capital Injection (M44)	-	1,500	1,500

# Supporting Information

## Part 1 - Vote as a Whole

### 1.2 - Trends in the Vote

#### Summary of Financial Activity

	2018/19				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
<b>Appropriations</b>					
Output Expenses	3,400	10,000	3,100	13,100	16,500
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	110,538	-	28,694	28,694	139,232
Capital Expenditure	262,833	10,000	131,243	141,243	404,076
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	163,771	27,126	-	27,126	190,897
<i>Other Expenses</i>	36,702	-	49,484	49,484	86,186
<i>Capital Expenditure</i>	21,000	N/A	13,676	13,676	34,676
<b>Total Appropriations</b>	598,244	47,126	226,197	273,323	871,567
<b>Crown Revenue and Capital Receipts</b>					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	116,700	N/A	4,858	4,858	121,558
Capital Receipts	91,797	N/A	-	-	91,797
<b>Total Crown Revenue and Capital Receipts</b>	208,497	N/A	4,858	4,858	213,355



## 1.4 - Reconciliation of Changes in Appropriation Structure

Estimates	2018/19 (Estimates) \$000	Supplementary Estimates (Changes during the year)	Amount Moved \$000	New Structure	2018/19 (Restated) \$000
<b>Vote Lands</b>				<b>Vote Lands</b>	
<i>Departmental Output Expense</i>				<i>Departmental Output Expense</i>	
Location Based Information (MCA) - Land Information New Zealand location based information infrastructure	22,617	Transferred to Hydrographic Survey (MYA)	(7,400)	Location Based Information (MCA) - Land Information New Zealand location based information infrastructure	15,217 (see Note 1)
		Transferred from Location Based Information (MCA) - Land Information New Zealand location based information infrastructure	7,400	Hydrographic Survey (MYA)	7,400
Total	22,617		-		22,617

Note 1 - other changes have occurred to the Location Based Information (MCA) appropriation so this amount does not reconcile to the total budget figure.

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

## Part 2 - Details of Departmental Appropriations

### 2.1 - Departmental Output Expenses

#### Hydrographic Survey (M44)

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

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Hydrographic Survey (M44)</b> This appropriation is limited to the collection and analysis of location-based information from marine, coastal and related environments.  Commences: 01 October 2018  Expires: 30 June 2021	Original Appropriation	20,300
	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
	Adjusted Appropriation	20,300
	Actual to 2017/18 Year End	-
	Estimated Actual for 2018/19	10,000
	Estimate for 2019/20	5,100
	Estimated Appropriation Remaining	5,200

##### *Revenue*

	Budget \$000
Revenue from the Crown to end of 2019/20	9,400
Revenue from Others to end of 2019/20	5,700
Total Revenue	15,100

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

This appropriation is intended to achieve the collection and analysis of location-based information from marine, coastal and related environments.

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

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
New information from hydrographic surveys is available on charting products within 12 months of acceptance.	New measure	Achieved	Achieved

Note - This measure has been transferred from the Land Information New Zealand Location Based Information Infrastructure category of the Location Based Information MCA.

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

Performance information for this appropriation will be reported by Land Information New Zealand in the 2018/19 Annual Report.

## 2.3 - Departmental Capital Expenditure and Capital Injections

### Land Information New Zealand - Capital Expenditure PLA (M44)

#### *Scope of Appropriation*

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

#### *Capital Expenditure*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	2,000	(1,295)	705
Intangibles	3,000	11,295	14,295
Other	-	-	-
<b>Total Appropriation</b>	<b>5,000</b>	<b>10,000</b>	<b>15,000</b>

#### *Reasons for Change in Appropriation*

This appropriation increased by \$10 million to \$15 million for 2018/19 due to anticipated expenditure to upgrade Landonline, the system used to manage New Zealand's title and survey transactions.

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

##### Land Information New Zealand

Details of Net Asset Schedule	2018/19 Main Estimates Projections \$000	2018/19 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2018/19
Opening Balance	68,400	79,550	Supplementary Estimates opening balance reflects the audited results as at 30 June 2018.
Capital Injections	-	1,500	Administering the Overseas Investment Regime.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	(1,500)	
Other Movements	-	-	
<b>Closing Balance</b>	<b>68,400</b>	<b>79,550</b>	

## Part 3 - Details of Non-Departmental Appropriations

### 3.1 - Non-Departmental Output Expenses

#### Forestry Plantation Activity (M44)

##### *Scope of Appropriation*

This appropriation is limited to forestry operations on Crown Land.

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

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Harvesting is completed in accordance with the plan agreed with the forest manager.	New measure	Achieved	Achieved

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

Performance information for this appropriation will be reported by the Minister for Land Information appended to the Land Information New Zealand annual report for 2018/19.

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

This appropriation increased by \$3.100 million to \$6.100 million for 2018/19 due to an expense transfer related to the timing of harvesting trees in the Wairakei and Pukeora forestry blocks.

## 3.4 - Non-Departmental Other Expenses

### Compensation Claims under section 173 of the Land Transfer Act 1952 PLA (M44)

#### *Scope of Appropriation*

This appropriation is limited to the payment of claims for compensation under section 173 of the Land Transfer Act 1952.

#### *Expenses*

	2018/19		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	-	668	668

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

An exemption was granted under s.15D(2)(b)(ii) of the Public Finance Act 1989 because end of year performance information for this appropriation is not likely to be informative.

#### *Reasons for Change in Appropriation*

This appropriation increased to \$688,000 for 2018/19 due to compensation payments made under section 173 of the Land Transfer Act 1952.

### Impairment of Land for Treaty Settlements (M74)

#### *Scope of Appropriation*

This appropriation is limited to the impairment of the value of land used in Treaty settlements.

#### *Expenses*

	2018/19		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	-	11,481	11,481

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

An exemption was granted under s.15D(2)(b)(ii) of the Public Finance Act 1989 because additional performance information is unlikely to be informative because the appropriation is non cash and for accounting purposes only.

#### *Reasons for Change in Appropriation*

This appropriation increased to \$11.481 million for 2018/19 due to an expense transfer relating to the impairment of Landbank land as part of expected Treaty Settlements.

## Loss on sale of Landbank properties (M74)

### *Scope of Appropriation*

This appropriation is limited to the loss on sale expense incurred when disposing of Landbank properties.

### *Expenses*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	16,545	16,545

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

An exemption was granted under s.15D(2)(b)(ii) of the Public Finance Act 1989 because additional performance information is unlikely to be informative because the appropriation is non cash and for accounting purposes only.

### *Reasons for Change in Appropriation*

This appropriation increased to \$16.545 million for 2018/19. This increase relates to:

- a \$12.025 million expense transfer from 2017/18 into 2018/19, and
- a \$4.520 million further increase relating to loss on sale of Landbank properties as part of expected Treaty Settlements.

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

## 4 - Multi-Category Expenses and Capital Expenditure

### Canterbury Earthquake Recovery Land Ownership and Management (M85)

#### *Overarching Purpose Statement*

The overarching purpose of this appropriation is to support the recovery of Canterbury through the purchase, clearance, maintenance and management of land affected by the Canterbury earthquakes.

#### *Scope of Appropriation*

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

###### *Acquisition and Disposal Expenses*

This category is limited to the Crown's costs incurred in acquiring and disposing of land and buildings in Canterbury.

###### *Managing the Recovery*

This category is limited to managing properties and associated issues relating to the Canterbury earthquakes.

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

###### *Clearance of built structures and associated works*

This category is limited to the clearance of built structures and other works deemed necessary on land affected by the Canterbury earthquakes.

###### *Initial write-down in the value of land and improvements*

This category is limited to the write-down to fair value on the acquisition of land and improvements in Canterbury.

###### *Loss on disposal of Land and Improvements*

This category is limited to the loss incurred on disposal of land and improvements in Canterbury.

###### *Management and Clearance of Land*

This category is limited to costs arising from the management of properties affected by the Canterbury earthquakes and anchor projects.

###### *Mass Movement of Land*

This category is limited to assisting the Christchurch City Council response to the landslide hazards in the Port Hills exacerbated by the Canterbury earthquakes.

###### *Purchase of land and improvements operational*

This category is limited to the purchase of land and improvements and other associated operating costs relating to properties affected by the Canterbury earthquakes.

###### *Write down in the value of land and improvements*

This category is limited to the write down in the value of land and improvements in Canterbury (other than on acquisition or disposal).

##### **Non-Departmental Capital Expenditure**

###### *Purchase of land and improvements capital*

This category is limited to the purchase of land and improvements and other capital costs relating to properties affected by the Canterbury earthquakes.

*Expenses, Revenue and Capital Expenditure*

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
<b>Total Appropriation</b>	<b>115,739</b>	<b>114,918</b>	<b>56,800</b>
<b>Departmental Output Expenses</b>			
Managing the recovery	5,927	5,106	4,200
<b>Non-Departmental Other Expenses</b>			
Clearance of built structures and associated works	1,993	1,993	4,300
Initial write-down in the value of land and improvements	26,101	26,101	1,000
Loss on disposal of land and improvements	7,033	7,033	-
Management and clearance of land	6,676	6,676	18,300
Mass movement of land	2,800	2,800	-
Purchase of land and improvements operational	36,273	36,273	-
Write down in the value of land and improvements	260	260	-
<b>Non-Departmental Capital Expenditure</b>			
Purchase of land and improvements capital	28,676	28,676	29,000
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>	<b>5,927</b>	<b>5,106</b>	<b>4,200</b>
Managing the recovery	5,927	5,106	4,200

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

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Non-Departmental Other Expenses</b>			
<b>Initial write-down in the value of land and improvements</b>			
This category is limited to the write-down to fair value on the acquisition of land and improvements in Canterbury.			
An exemption was granted under s.15D(2)(b)(ii) of the Public Finance Act 1989 because additional performance information is unlikely to be informative because the appropriation is non cash and for accounting purposes only.	exempt	exempt	exempt
<b>Loss on disposal of Land and Improvements</b>			
This category is limited to the loss incurred on disposal of land and improvements in Canterbury.			
An exemption was granted under s.15D(2)(b)(ii) of the Public Finance Act 1989 because additional performance information is unlikely to be informative because the appropriation is non cash and for accounting purposes only.	exempt	exempt	exempt



Assessment of Performance	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Mass Movement of Land</b>			
This category is limited to assisting the Christchurch City Council response to the landslide hazards in the Port Hills exacerbated by the Canterbury earthquakes.			
An exemption was granted under s.15D(2)(b)(ii) of the Public Finance Act 1989 because additional performance information is unlikely to be informative because the appropriation is non cash and for accounting purposes only.	exempt	exempt	exempt
<b>Write down in the value of land and improvements</b>			
This category is limited to the write down in the value of land and improvements in Canterbury (other than on acquisition or disposal).			
An exemption was granted under s15D(2)(b)(iii) of the PFA 1989 because the amount of the annual appropriation is less than \$5 million for expenses.	exempt	exempt	exempt

### *Reasons for Change in Appropriation*

This appropriation increased by \$59.303 million to \$115.739 million for 2018/19. The increase relates to:

- purchase of land and improvements operational increased by \$30.610 million to \$36.273 million due to expense transfers for purchases of land and improvements largely in relation to the Canterbury earthquake anchor projects. Additionally, funding increased due to Cabinet approving payments to former owners of uninsured and underinsured residential red zone properties
- initial write-down in the value of land and improvements increased by \$25.626 million to \$26.101 million due to the expected acquisition of land and improvements requiring a write-down to fair value
- purchase of land and improvements capital increased by \$10.676 million to \$28.676 million in 2018/19 due to expense transfers and Cabinet decisions relating to the purchase of land and improvements due to the Canterbury earthquakes
- loss on disposal of land and improvements increased to \$7.033 million due to a fiscally neutral adjustment of \$4.500 million and an expense transfer of \$2.533 million relating to losses expected to be incurred on divestment of land
- mass movement of land increased to \$2.800 million due to an expense transfer relating to the completion of a work programme being led by Christchurch City Council
- managing the recovery increased by \$703,000 to \$5.927 million in 2018/19 largely as a result of acquisition and disposal expenses, and
- write down in the value of land and improvements increased to \$260,000 in 2018/19 due to a fiscally neutral adjustment for the demolition of buildings following the Canterbury earthquake.

The increase was partly offset by:

- management and clearance of land decreased by \$12.388 million to \$6.676 million in 2018/19 due to expense transfers to future years for work dependent on future use decisions

- clearance of built structures and associated works decreased by \$5.507 million to \$1.993 million in 2018/19 owing to expense transfers as a result of some demolition work being delayed or dependent of future use decisions, and
- acquisition and disposal expenses decreased to \$510,000 due to spend being included in Managing the Recovery (Departmental Output Expense).

## Crown Land (M44)

### Overarching Purpose Statement

The overarching purpose of this appropriation is to enable the best economic, environmental and recreational uses of Crown-owned and Crown-used land.

### Scope of Appropriation

#### Departmental Output Expenses

##### *Centralised clearance service for acquisitions and disposals*

This category is limited to statutory decision making on land acquisitions and disposals by the Crown and road legislation actions for local authorities and related work.

##### *Land disposal services for other agencies*

This category is limited to costs associated with the disposal of land and improvements that have been assigned to Land Information New Zealand for disposal.

##### *Land Information New Zealand Biosecurity Programme*

This category is limited to the delivery of the Land Information New Zealand Biosecurity Programme.

##### *Management of Crown Land*

This category is limited to the management of the Crown's interest in land, including disposals, related liabilities, and establishing standards relating to Crown Land.

### Expenses, Revenue and Capital Expenditure

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>30,706</b>	<b>16,910</b>	<b>47,616</b>
<b>Departmental Output Expenses</b>			
Centralised clearance service for acquisitions and disposals	1,198	500	1,698
Land disposal services for other agencies	9,083	9,910	18,993
Land Information New Zealand Biosecurity Programme	3,426	-	3,426
Management of Crown Land	16,999	6,500	23,499
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>	<b>22,219</b>	<b>5,800</b>	<b>28,019</b>
Land disposal services for other agencies	2,084	-	2,084
Land Information New Zealand Biosecurity Programme	3,136	-	3,136
Management of Crown Land	16,999	5,800	22,799

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Revenue from Others</b>	<b>8,487</b>	<b>11,110</b>	<b>19,597</b>
Centralised clearance service for acquisitions and disposals	1,198	500	1,698
Land disposal services for other agencies	6,999	9,910	16,909
Land Information New Zealand Biosecurity Programme	290	-	290
Management of Crown Land	-	700	700

### *Reasons for Change in Appropriation*

This appropriation increased by \$16.910 million to \$47.616 million in 2018/19.

The increase relates to:

- a fiscally neutral adjustment of \$10.410 million (being \$500,000 to Centralised clearance service for acquisitions and disposals and \$9.910 million to Land disposal services for other agencies) relating to demolition works carried out on behalf of other government departments.

As well as an increase to the Management of Crown Land, relating to:

- a fiscally neutral adjustment of \$4.950 million to address immediate non-discretionary cost pressures involved with maintaining the Landbank portfolio
- a fiscally neutral adjustment of \$850,000 from other appropriations to align resource requirements with demand and activities, and
- a fiscally neutral adjustment of \$700,000 relating to third party contributions.

### *Memorandum Account*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Crown Property Clearances</b>			
Opening Balance at 1 July	(494)	(35)	(529)
Revenue	1,198	1,200	2,398
Expenses	1,198	1,200	2,398
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	(494)	(35)	(529)

## Location Based Information (M44)

### *Overarching Purpose Statement*

The overarching purpose of this appropriation is to enable location information to be widely available, easily accessible and readily used.

### *Scope of Appropriation*

#### **Departmental Output Expenses**

##### *Administration of the New Zealand Geographic Board Ngā Pou Taunaha O Aotearoa*

This category is limited to the official geographic naming activities of the New Zealand Geographic Board Ngā Pou Taunaha O Aotearoa.

##### *Land Information New Zealand Location Based Information Infrastructure*

This category is limited to costs associated with the collection, authorisation, maintenance and dissemination of location based information.

##### *Leading the New Zealand Geospatial Strategy*

This category is limited to the delivery and ongoing support of Spatial Data Infrastructure.

### *Expenses, Revenue and Capital Expenditure*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>26,348</b>	<b>(4,300)</b>	<b>22,048</b>
<b>Departmental Output Expenses</b>			
Administration of the New Zealand Geographic Board Ngā Pou Taunaha O Aotearoa	783	-	783
Land Information New Zealand Location Based Information Infrastructure	22,617	(4,300)	18,317
Leading the New Zealand Geospatial Strategy	2,948	-	2,948
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>	<b>24,094</b>	<b>(4,300)</b>	<b>19,794</b>
Administration of the New Zealand Geographic Board Ngā Pou Taunaha O Aotearoa	783	-	783
Land Information New Zealand Location Based Information Infrastructure	20,513	(4,300)	16,213
Leading the New Zealand Geospatial Strategy	2,798	-	2,798
<b>Revenue from Others</b>	<b>2,254</b>	<b>-</b>	<b>2,254</b>
Land Information New Zealand Location Based Information Infrastructure	2,104	-	2,104
Leading the New Zealand Geospatial Strategy	150	-	150

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

Assessment of Performance	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Departmental Output Expenses</b>			
<b>Land Information New Zealand Location Based Information Infrastructure</b>			
This category is intended to achieve high-quality fit for purpose location based information and associated products and services.			
New information from hydrographic surveys is available on charting products within 12 months of acceptance.	Achieved	Discontinued measure	-

Note - This measure has been transferred to the new Hydrographic Survey appropriation.

*Reasons for Change in Appropriation*

This appropriation decreased by \$4.300 million to \$22.048 million in 2018/19. The decrease relates to:

- Land Information New Zealand Location Based Information infrastructure decreased by \$7.400 million as a result of a fiscally neutral adjustment to the new Hydrographic Survey multi year appropriation.

The decrease was partly offset by:

- a fiscally neutral adjustment of \$3.100 million relating to third party contributions.

**Managing the Overseas Investment Regime (M44)**

*Overarching Purpose Statement*

The single overarching purpose of this appropriation is to achieve compliance with the Overseas Investment Act 2005.

*Scope of Appropriation*

**Departmental Output Expenses**

*Administering the Overseas Investment Regime (other than residential property)*

This category is limited to the assessment of applications for consent to acquiring investments (other than residential property) in New Zealand.

*Administering the Residential Property Regime*

This category is limited to the development and operation of the system for the assessment of applications for consent to acquire or develop residential property.

*Monitoring and Enforcement of the Overseas Investment Regime*

This category is limited to monitoring and enforcing compliance by overseas investors in New Zealand with the Overseas Investment Act 2005.

*Expenses, Revenue and Capital Expenditure*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>24,621</b>	<b>5,773</b>	<b>30,394</b>
<b>Departmental Output Expenses</b>			
Administering the Overseas Investment Regime (other than residential property)	7,282	2,530	9,812
Administering the Residential Property Regime	12,661	2,548	15,209
Monitoring and Enforcement of the Overseas Investment Regime	4,678	695	5,373
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>	<b>3,192</b>	<b>293</b>	<b>3,485</b>
Monitoring and Enforcement of the Overseas Investment Regime	3,192	293	3,485
<b>Revenue from Others</b>	<b>21,429</b>	<b>3,980</b>	<b>25,409</b>
Administering the Overseas Investment Regime (other than residential property)	7,282	2,530	9,812
Administering the Residential Property Regime	12,661	1,048	13,709
Monitoring and Enforcement of the Overseas Investment Regime	1,486	402	1,888

*How Performance will be Assessed for this Appropriation*

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Ministerial satisfaction with Land Information New Zealand's Overseas Investment Regime performance.	7/10	Discontinued measure	-
Ministerial satisfaction with Land Information New Zealand's advice on overseas investment matters.	Replacement measure	7/10	7/10

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

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Departmental Output Expenses</b>			
<b>Administering the Overseas Investment Regime (other than residential property)</b>			
This category is intended to achieve effective administration of New Zealand's overseas investment (sensitive asset) regime.			
Applications are decided within agreed timeframes (see Note 1).	Achieved	Discontinued measure	-

Assessment of Performance	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Significant Business Assets applications for consent decided within 40 working days - excludes retrospective applications and applications pending investigation.	Replacement measure	75%	75%
Sensitive Land applications for consent decided within 65 working days - including benefit only; Substantial & Identifiable; and permanent residency; excludes retrospective applications and applications pending investigation.	New measure	75%	75%
Ministerial satisfaction with Land Information New Zealand's Overseas Investment performance (sensitive assets).	7/10	Discontinued measure	-
Ministerial satisfaction with Land Information New Zealand's Overseas Investment performance.	Replacement measure	7/10	7/10
Stakeholder satisfaction with Land Information New Zealand's Overseas Investment performance (sensitive assets).	7/10	Discontinued measure	-
<b>Administering the Residential Property Regime</b>			
This category is intended to achieve effective administration of New Zealand's overseas investment (residential property) regime.			
Ministerial satisfaction with Land Information New Zealand's Overseas Investment performance (residential property).	7/10	Discontinued measure	-
Applications for consent for a house to live in decided within 10 working days - excluding non-individual applicants.	New measure	90%	90%
Other applications for consent decided within 50 working days - including Forestry, New Build, Non-Residential, consents for a house to live in where there is sensitive land and / or the applicant is a non individual; but excluding standing consents.	New measure	90%	90%

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by Land Information New Zealand in the 2018/19 Annual Report.

### *Reasons for Change in Appropriation*

This appropriation increased by \$5.773 million to \$30.394 million in 2018/19. The Overseas Investment Amendment Act 2018 came into force on 22 October 2018. Under the new Act, overseas persons require consent to buy a home to live in, develop residential land, buy forestry, invest in significant business assets, and invest in other sensitive land.

The appropriation increase relates to anticipated higher costs of administering the new regime. Costs include assessing and approving consents and costs associated with monitoring and enforcing the regime. This is to ensure applicants give truthful and complete information about themselves and their plans, and keep the commitments they make when they apply for consent.

*Memorandum Account*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Overseas Investment Regime</b>			
Opening Balance at 1 July	(6,249)	1,952	(4,297)
Revenue	19,943	3,980	23,923
Expenses	19,943	5,480	25,423
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	(6,249)	452	(5,797)

Note - the Overseas Investment Regime Memorandum Account is a combination of the Overseas Investment Office (OIO) and Residential Property Regime Memorandum accounts, previously separate Departmental Output Expenses.

**Policy Advice and Related Services (M44)***Overarching Purpose Statement*

The overarching purpose of this appropriation is to provide policy advice and other support to Ministers in discharging their policy decision-making and other portfolio responsibilities.

*Scope of Appropriation***Departmental Output Expenses***Ministerial Services, Appointments, Implementation and Operational Policy*

This category is limited to the provision of services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities, including appointments to boards, the implementation of policy decisions and development of operational policy.

*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 land, property and geospatial information.

*Reasons for Change in Appropriation*

This appropriation decreased by \$200,000 to \$3.643 million in 2018/19 due to fiscally neutral adjustments to other appropriations to align the resource requirements with demand and activities.



## Property Rights (M44)

### *Overarching Purpose Statement*

The overarching purpose of this appropriation is to ensure that property rights and information are clear, certain, easily tradable and accessible.

### *Scope of Appropriation*

#### **Departmental Output Expenses**

##### *Regulating Valuation*

This category is limited to the certification of rating revaluations and the administration of the Valuers Registration Board.

##### *The Survey and Title system*

This category is limited to the provision of the system for providing information, transacting and recording land property rights including establishing standards.

### *Expenses, Revenue and Capital Expenditure*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>72,519</b>	<b>8,750</b>	<b>81,269</b>
<b>Departmental Output Expenses</b>			
Regulating Valuation	2,516	-	2,516
The Survey and Title system	70,003	8,750	78,753
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>	<b>800</b>	<b>(550)</b>	<b>250</b>
The Survey and Title system	800	(550)	250
<b>Revenue from Others</b>	<b>71,719</b>	<b>9,300</b>	<b>81,019</b>
Regulating Valuation	2,516	-	2,516
The Survey and Title system	69,203	9,300	78,503

### *Reasons for Change in Appropriation*

This appropriation increased by \$8.750 million to \$81.269 million due to anticipated expenditure during the research phase to upgrade Landonline, the system used to manage New Zealand's title and survey transactions.

*Memorandum Account*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Landonline</b>			
Opening Balance at 1 July	30,204	3,678	33,882
Revenue	69,203	9,300	78,503
Expenses	69,203	9,300	78,503
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	30,204	3,678	33,882

**Purchase and Preparation of Assets for Possible Use in future Treaty of Waitangi Settlements (M74)***Overarching Purpose Statement*

The overarching purpose of this appropriation is to support the Treaty Settlement process through providing for the purchase and preparation of assets for potential use in Treaty Settlements.

*Scope of Appropriation***Non-Departmental Other Expenses***Preparation of Assets*

This category is limited to the clearance of built structures, the removal of hazardous material and other works deemed necessary to prepare the asset for possible use in future Treaty of Waitangi Settlements.

**Non-Departmental Capital Expenditure***Purchase of Assets*

This category is limited to the purchase of assets for possible use in future Treaty of Waitangi Settlements.

*Reasons for Change in Appropriation*

This appropriation increased by \$4.050 million to \$11.050 million in 2018/19. The increase relates to:

- a \$6 million expense transfer from 2017/18 into 2018/19, and
- a \$3 million increase towards the purchase of assets for use in expected Treaty Settlements.

The increase was partly offset by:

- a fiscally neutral adjustment of \$4.950 million to address immediate non-discretionary cost pressures involved with maintaining the Landbank portfolio.