

Vote Foreign Affairs and Trade

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

Details of Appropriations and Capital Injections

Annual Appropriations and Forecast Permanent Appropriations

| Titles and Scopes of Appropriations by Appropriation Type | 2019/20 | | | | |
|--|------------------------------|---|--|---|--------------------------|
| | Estimates Budget \$000 | Supplementary Estimates Budget \$000 | Addition to the Supplementary Estimates Budget \$000 | Cumulative Supplementary Estimates Budget \$000 | Total Budget \$000 |
| Departmental Output Expenses | | | | | |
| Administration of Diplomatic Privileges and Immunities (M34) This appropriation is limited to the administration of diplomatic and consular privileges and immunities under the Diplomatic Privileges and Immunities Act 1968 and the Consular Privileges and Immunities Act 1971. | 1,024 | 20 | - | 20 | 1,044 |
| Consular Services (M34) The purchase of consular policy advice, consular services for New Zealanders abroad and notarial services. | 28,176 | (4,074) | 9,450 | 5,376 | 33,552 |
| Pacific Security Fund (M34) This appropriation is limited to the purchase of goods and services to support the security of Pacific Island countries. | 2,672 | 2,389 | - | 2,389 | 5,061 |
| Policy Advice and Representation - International Institutions (M34) The purchase of policy advice and representation activities related to the management of New Zealand's membership of, and foreign and trade interests in, international institutions. | 49,952 | (2,624) | (2,450) | (5,074) | 44,878 |
| Policy Advice and Representation - Other Countries (M34) This appropriation is limited to the purchase of policy advice and representation directed to the management of New Zealand's foreign relations and trade with other countries, bilaterally and in regional organisations, including using New Zealand's international connections to facilitate the flow of trade, investment, skills, and technology and improving the competitiveness of New Zealand business. | 281,491 | 12,571 | (4,500) | 8,071 | 289,562 |
| Policy Advice and Representation - Other Countries PLA (M34) This appropriation is limited to meeting the costs, as set out in section 11 of the Foreign Affairs Act 1988, of superannuation for local staff employed by overseas posts to help with the management of New Zealand's foreign and trade relations with other countries. | 20 | - | - | - | 20 |
| Promotional Activities - Other Countries (M34) The purchase of promoting New Zealand to other countries as an attractive market for trade and investment. | 110 | (40) | - | (40) | 70 |
| Services for Other New Zealand Agencies Overseas (M34) The purchase of accommodation and support services by other New Zealand agencies. | 8,219 | 431 | - | 431 | 8,650 |
| Total Departmental Output Expenses | 371,664 | 8,673 | 2,500 | 11,173 | 382,837 |

| | 2019/20 | | | | |
|--|------------------------------|---|--|---|--------------------------|
| | Estimates Budget \$000 | Supplementary Estimates Budget \$000 | Addition to the Supplementary Estimates Budget \$000 | Cumulative Supplementary Estimates Budget \$000 | Total Budget \$000 |
| Titles and Scopes of Appropriations by Appropriation Type | | | | | |
| Departmental Capital Expenditure | | | | | |
| Ministry of Foreign Affairs and Trade - Capital Expenditure PLA (M34) | 64,221 | (6,221) | - | (6,221) | 58,000 |
| This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Foreign Affairs and Trade, as authorised by section 24(1) of the Public Finance Act 1989. | | | | | |
| Total Departmental Capital Expenditure | 64,221 | (6,221) | - | (6,221) | 58,000 |
| Non-Departmental Output Expenses | | | | | |
| Antarctic Research and Support (M34) | 20,870 | - | - | - | 20,870 |
| Provision of management and logistic support for New Zealand activities in the Antarctic. The provider is the New Zealand Antarctic Institute. | | | | | |
| Pacific Broadcasting Services (M34) | 941 | - | - | - | 941 |
| This appropriation is limited to the provision of New Zealand-sourced television content and other media services and related technical support to countries in the Pacific. | | | | | |
| Pacific Cooperation Foundation (M34) | 1,400 | - | - | - | 1,400 |
| The promotion of mutual understanding and constructive linkages between New Zealanders and the other countries and people of the Pacific. The provider is the Pacific Cooperation Foundation of New Zealand. | | | | | |
| Promotion of Asian Skills and Relationships (M34) | 5,000 | - | - | - | 5,000 |
| This appropriation is limited to the provision of services that build and sustain New Zealanders' knowledge and understanding of and relationships with Asia. | | | | | |
| Total Non-Departmental Output Expenses | 28,211 | - | - | - | 28,211 |
| Non-Departmental Other Expenses | | | | | |
| Disbursements Made and Exemptions from Taxation PLA (M34) | 2,400 | - | - | - | 2,400 |
| Refund of New Zealand local body rates for offices and residential premises of overseas diplomatic missions and consular posts pursuant to section 21 of the Diplomatic Privileges and Immunities Act 1968. | | | | | |
| Provision of ACC-equivalent cover for New Zealand employees working overseas PLA (M34) | 135 | - | - | - | 135 |
| This appropriation is limited to payments authorised by section 65ZG of the Public Finance Act 1989 under the indemnity given by the Minister of Finance under section 65ZD of that Act for the provision of ACC-equivalent cover of New Zealand employees working overseas as specified in the indemnity. | | | | | |
| Subscriptions to International Organisations (M34) | 57,729 | 3,000 | - | 3,000 | 60,729 |
| This appropriation is limited to non-discretionary payments required as formal obligations arising from New Zealand's membership of international organisations, and as a signatory to international treaties and conventions. | | | | | |
| Total Non-Departmental Other Expenses | 60,264 | 3,000 | - | 3,000 | 63,264 |

| Titles and Scopes of Appropriations by Appropriation Type | 2019/20 | | | | |
|--|------------------------------|---|--|---|--------------------------|
| | Estimates Budget \$000 | Supplementary Estimates Budget \$000 | Addition to the Supplementary Estimates Budget \$000 | Cumulative Supplementary Estimates Budget \$000 | Total Budget \$000 |
| Non-Departmental Capital Expenditure | | | | | |
| New Zealand Antarctic Institute (M34) To enable NZAI to maintain the Scott Base buildings and services infrastructure. | 8,200 | - | - | - | 8,200 |
| Total Non-Departmental Capital Expenditure | 8,200 | - | - | - | 8,200 |
| Total Annual Appropriations and Forecast Permanent Appropriations | 532,560 | 5,452 | 2,500 | 7,952 | 540,512 |

Multi-Year Appropriations

| Type, Title, Scope and Period of Appropriations | Appropriations, Adjustments and Use | \$000 |
|---|--|--|
| Departmental Output Expenses | | |
| Hosting APEC 2021 (M34) This appropriation is limited to enabling the planning and delivery of the year-long Asia-Pacific Economic Cooperation 2021. Commences: 01 July 2018 Expires: 30 June 2022 | Original Appropriation Adjustments to 2018/19 Adjustments for 2019/20 Adjusted Appropriation Actual to 2018/19 Year End Estimated Actual for 2019/20 Estimate for 2020/21 Estimated Appropriation Remaining | 99,560 84,580 - 184,140 6,650 17,422 71,048 89,020 |
| Non-Departmental Output Expenses | | |
| Expo 2020 Dubai (M34) This appropriation is limited to New Zealand's participation at Expo 2020 Dubai. Commences: 01 July 2017 Expires: 30 June 2021 | Original Appropriation Adjustments to 2018/19 Adjustments for 2019/20 Adjusted Appropriation Actual to 2018/19 Year End Estimated Actual for 2019/20 Estimate for 2020/21 Estimated Appropriation Remaining | 53,240 711 620 54,571 12,747 26,412 15,412 - |
| Non-Departmental Other Expenses | | |
| International Development Cooperation (M34) This appropriation is limited to providing development cooperation and humanitarian assistance that support the sustainable development and welfare of Pacific Island and developing countries. Commences: 01 July 2018 Expires: 30 June 2021 | Original Appropriation Adjustments to 2018/19 Adjustments for 2019/20 Adjusted Appropriation Actual to 2018/19 Year End Estimated Actual for 2019/20 Estimate for 2020/21 Estimated Appropriation Remaining | 2,186,718 33,817 48,360 2,268,895 707,876 784,280 776,739 - |

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

| | 2019/20 | | | | |
|--|------------------------------|---|--|---|--------------------------|
| | Estimates Budget \$000 | Supplementary Estimates Budget \$000 | Addition to the Supplementary Estimates Budget \$000 | Cumulative Supplementary Estimates Budget \$000 | Total Budget \$000 |
| Total Annual Appropriations and Forecast Permanent Appropriations | 532,560 | 5,452 | 2,500 | 7,952 | 540,512 |
| Total Forecast MYA Departmental Output Expenses | 38,922 | (21,500) | - | (21,500) | 17,422 |
| Total Forecast MYA Non-Departmental Output Expenses | 18,216 | 8,196 | - | 8,196 | 26,412 |
| Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations | 589,698 | (7,852) | 2,500 | (5,352) | 584,346 |

Capital Injection Authorisations

| | 2019/20 | | | | |
|---|------------------------------|---|--|---|--------------------------|
| | Estimates Budget \$000 | Supplementary Estimates Budget \$000 | Addition to the Supplementary Estimates Budget \$000 | Cumulative Supplementary Estimates Budget \$000 | Total Budget \$000 |
| Ministry of Foreign Affairs and Trade - Capital Injection (M34) | 17,691 | - | - | - | 17,691 |

Supporting Information

Part 1 - Vote as a Whole

1.2 - Trends in the Vote

Summary of Financial Activity

| | 2019/20 | | | | |
|---|--------------------|---------------------------------------|---|--------------------------------|----------------|
| | Estimates \$000 | Cumulative Supplementary Estimates | | | Total \$000 |
| | | Departmental Transactions \$000 | Non- Departmental Transactions \$000 | Total Transactions \$000 | |
| Appropriations | | | | | |
| Output Expenses | 457,013 | (10,327) | 8,196 | (2,131) | 454,882 |
| Benefits or Related Expenses | - | N/A | - | - | - |
| Borrowing Expenses | - | - | - | - | - |
| Other Expenses | 60,264 | - | 3,000 | 3,000 | 63,264 |
| Capital Expenditure | 72,421 | (6,221) | - | (6,221) | 66,200 |
| 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 | - | - | - |
| Total Appropriations | 589,698 | (16,548) | 11,196 | (5,352) | 584,346 |
| Crown Revenue and Capital Receipts | | | | | |
| Tax Revenue | - | N/A | - | - | - |
| Non-Tax Revenue | - | N/A | - | - | - |
| Capital Receipts | - | N/A | - | - | - |
| Total Crown Revenue and Capital Receipts | - | N/A | - | - | - |

Part 2 - Details of Departmental Appropriations

2.1 - Departmental Output Expenses

Consular Services (M34)

Scope of Appropriation

The purchase of consular policy advice, consular services for New Zealanders abroad and notarial services.

Expenses and Revenue

| | 2019/20 | | | Total \$000 |
|------------------------|--------------------|-------------------------------------|--|----------------|
| | Estimates \$000 | Supplementary Estimates \$000 | Addition to the Supplementary Estimates \$000 | |
| Total Appropriation | 28,176 | (4,074) | 9,450 | 33,552 |
| Revenue from the Crown | 27,533 | (4,074) | 9,450 | 32,909 |
| Revenue from Others | 643 | - | | 643 |

Reasons for Change in Appropriation

The appropriation increased by a further \$9.450 million to \$33.552 million for 2019/20 due to the impact of COVID-19, resulting in an increase in Consular services activity through assisting increasing numbers of New Zealanders overseas; including arranging and managing their repatriation to New Zealand, and staffing a 24/7 Emergency Crisis Centre. The increased expenditure is funded from fiscally neutral transfers from other departmental appropriations in Vote Foreign Affairs and Trade (\$8.450 million) and Vote Official Development Assistance (\$1 million).

Policy Advice and Representation - International Institutions (M34)

Scope of Appropriation

The purchase of policy advice and representation activities related to the management of New Zealand's membership of, and foreign and trade interests in, international institutions.

Expenses and Revenue

| | 2019/20 | | | Total \$000 |
|------------------------|--------------------|-------------------------------------|--|----------------|
| | Estimates \$000 | Supplementary Estimates \$000 | Addition to the Supplementary Estimates \$000 | |
| Total Appropriation | 49,952 | (2,624) | (2,450) | 44,878 |
| Revenue from the Crown | 49,952 | (2,624) | (2,450) | 44,878 |

Reasons for Change in Appropriation

The appropriation decreased by a further \$2.450 million to \$44.878 million for 2019/20 due to a fiscally neutral transfer of funding to the Consular Services appropriation to meet COVID-19 related expenditure. This funding can be transferred because business as usual activity will not be maintained at pre COVID-19 levels.

Policy Advice and Representation - Other Countries (M34)*Scope of Appropriation*

This appropriation is limited to the purchase of policy advice and representation directed to the management of New Zealand's foreign relations and trade with other countries, bilaterally and in regional organisations, including using New Zealand's international connections to facilitate the flow of trade, investment, skills, and technology and improving the competitiveness of New Zealand business.

Expenses and Revenue

| | 2019/20 | | | Total \$000 |
|------------------------|--------------------|-------------------------------------|--|----------------|
| | Estimates \$000 | Supplementary Estimates \$000 | Addition to the Supplementary Estimates \$000 | |
| Total Appropriation | 281,491 | 12,571 | (4,500) | 289,562 |
| Revenue from the Crown | 281,138 | 12,181 | (4,500) | 288,819 |
| Revenue from Others | 353 | 390 | - | 743 |

Reasons for Change in Appropriation

The appropriation decreased by a further \$4.500 million to \$289.562 million for 2019/20 due to:

- a fiscally neutral transfer of \$6.000 million to the Consular Services appropriation to meet COVID-19 related expenditure. This funding can be transferred because business as usual activity will not be maintained at pre COVID-19 levels, and
- a fiscally neutral transfer of \$1.500 million from Vote Transport for the purpose of funding New Zealand's contribution to the air freight arrangement proposed by the Government of Singapore.