

# *Vote Foreign Affairs*

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

DEPARTMENT ADMINISTERING THE VOTE: Ministry of Foreign Affairs and Trade (A20)

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	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Departmental Output Expenses</b>			
<b>Policy Advice and Representation - Other Countries PLA (M34) (A20)</b> 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
<b>Total Departmental Output Expenses</b>	20	-	20
<b>Departmental Capital Expenditure</b>			
<b>Ministry of Foreign Affairs and Trade - Capital Expenditure PLA (M34) (A20)</b> 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.	66,200	(2,841)	63,359
<b>Total Departmental Capital Expenditure</b>	66,200	(2,841)	63,359
<b>Non-Departmental Output Expenses</b>			
<b>Antarctic Research and Support (M34) (A20)</b> Provision of management and logistic support for New Zealand activities in the Antarctic. The provider is the New Zealand Antarctic Institute.	21,320	(500)	20,820
<b>Pacific Broadcasting Services (M34) (A20)</b> 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.	607	(607)	-
<b>Pacific Cooperation Foundation (M34) (A20)</b> 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.	1,400	-	1,400
<b>Promotion of Asian Skills and Relationships (M34) (A20)</b> This appropriation is limited to the provision of services that build and sustain New Zealanders' knowledge and understanding of and relationships with Asia.	5,500	-	5,500
<b>Total Non-Departmental Output Expenses</b>	28,827	(1,107)	27,720
<b>Non-Departmental Other Expenses</b>			
<b>Consular Loan Expenses (M34) (A20)</b> This appropriation is limited to unrecoverable financial assistance provided to New Zealanders in distress overseas and expenses arising from any concessional terms and conditions that apply to recoverable financial assistance provided.	-	150	150
<b>Disbursements Made and Exemptions from Taxation PLA (M34) (A20)</b> 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.	2,400	-	2,400

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>			
<b>Provision of ACC-equivalent cover for New Zealand employees working overseas PLA (M34) (A20)</b> 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.	135	(135)	-
<b>Subscriptions to International Organisations (M34) (A20)</b> 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.	60,729	-	60,729
<b>Total Non-Departmental Other Expenses</b>	63,264	15	63,279
<b>Non-Departmental Capital Expenditure</b>			
<b>Consular Loans (M34) (A20)</b> This appropriation is limited to recoverable financial assistance provided to New Zealanders in distress overseas to help them meet essential and immediate needs, including the costs of repatriation.	-	3,000	3,000
<b>New Zealand Antarctic Institute (M34) (A20)</b> To enable NZAI to maintain the Scott Base buildings and services infrastructure.	7,100	-	7,100
<b>Total Non-Departmental Capital Expenditure</b>	7,100	3,000	10,100
<b>Multi-Category Expenses and Capital Expenditure</b>			
<b>Act in the world to make New Zealanders safer and more prosperous MCA (M34) (A20)</b> The single overarching purpose of this appropriation is to promote and protect New Zealand's interests and values in the world to make New Zealanders safer and more prosperous.	488,268	(17,501)	470,767
<b>Departmental Output Expenses</b>			
<i>Analysis and advice to inform New Zealand's foreign policy</i> This category is limited to providing analysis, advice and Ministerial services on all elements (international and domestic) of New Zealand's foreign policy, other than international development cooperation.	47,327	(2,408)	44,919
<i>Delivery of New Zealand's foreign policy</i> This category is limited to international representation, advocacy and negotiation on all elements of New Zealand's foreign policy, other than international development cooperation.	292,229	(12,347)	279,882
<i>Delivery of services</i> This category is limited to the delivery of services to support New Zealand individuals, businesses and agencies overseas, and host government services to the diplomatic and consular corps in New Zealand.	56,957	1,661	58,618
<i>Management of New Zealand's International Development Cooperation</i> This category is limited to advice, representation and advocacy on international development issues, including Ministerial services and domestic engagement, and the management of the New Zealand Aid Programme.	91,755	(4,407)	87,348
<b>Total Multi-Category Expenses and Capital Expenditure</b>	488,268	(17,501)	470,767
<b>Total Annual Appropriations and Forecast Permanent Appropriations</b>	653,679	(18,434)	635,245

## Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Departmental Output Expenses</b>		
<b>Hosting APEC 2021 (M34) (A20)</b> 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	99,560
	Adjustments to 2019/20	84,580
	Adjustments for 2020/21	(107,600)
	Adjusted Appropriation	76,540
	Actual to 2019/20 Year End	19,044
	Estimated Actual for 2020/21	37,356
	Estimate for 2021/22	20,140
	Estimated Appropriation Remaining	-
<b>Non-Departmental Output Expenses</b>		
<b>Expo 2020 Dubai (M34) (A20)</b> This appropriation is limited to New Zealand's participation at Expo 2020 Dubai.  Commences: 01 July 2017  Expires: 30 June 2021	Original Appropriation	53,240
	Adjustments to 2019/20	1,331
	Adjustments for 2020/21	1,142
	Adjusted Appropriation	55,713
	Actual to 2019/20 Year End	27,352
	Estimated Actual for 2020/21	28,361
	Estimate for 2021/22	-
	Estimated Appropriation Remaining	-
<b>Non-Departmental Other Expenses</b>		
<b>International Development Cooperation (M34) (A20)</b> 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	2,186,718
	Adjustments to 2019/20	82,177
	Adjustments for 2020/21	607
	Adjusted Appropriation	2,269,502
	Actual to 2019/20 Year End	1,444,185
	Estimated Actual for 2020/21	825,317
	Estimate for 2021/22	-
	Estimated Appropriation Remaining	-

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

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	653,679	(18,434)	635,245
Total Forecast MYA Departmental Output Expenses	71,048	(33,692)	37,356
Total Forecast MYA Non-Departmental Output Expenses	15,412	12,949	28,361
Total Forecast MYA Non-Departmental Other Expenses	776,739	48,578	825,317
<b>Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations</b>	<b>1,516,878</b>	<b>9,401</b>	<b>1,526,279</b>

## Capital Injection Authorisations

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Ministry of Foreign Affairs and Trade - Capital Injection (M34) (A20)	12,700	(12,700)	-

# Supporting Information

## Part 1 - Vote as a Whole

### 1.2 - Trends in the Vote

#### Summary of Financial Activity

	2020/21				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
<b>Appropriations</b>					
Output Expenses	115,307	(33,692)	11,842	(21,850)	93,457
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	840,003	-	48,593	48,593	888,596
Capital Expenditure	73,300	(2,841)	3,000	159	73,459
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	488,268	(17,501)	-	(17,501)	470,767
<i>Other Expenses</i>	-	-	-	-	-
<i>Capital Expenditure</i>	-	N/A	-	-	-
<b>Total Appropriations</b>	1,516,878	(54,034)	63,435	9,401	1,526,279
<b>Crown Revenue and Capital Receipts</b>					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	400	N/A	-	-	400
Capital Receipts	-	N/A	3,000	3,000	3,000
<b>Total Crown Revenue and Capital Receipts</b>	400	N/A	3,000	3,000	3,400

## Part 2 - Details of Departmental Appropriations

### 2.1 - Departmental Output Expenses

#### Hosting APEC 2021 (M34) (A20)

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

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Hosting APEC 2021 (M34) (A20)</b> 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	99,560
	Adjustments to 2019/20	84,580
	Adjustments for 2020/21	(107,600)
	Adjusted Appropriation	76,540
	Actual to 2019/20 Year End	19,044
	Estimated Actual for 2020/21	37,356
	Estimate for 2021/22	20,140
	Estimated Appropriation Remaining	-

##### *Revenue*

	Budget \$000
Revenue from the Crown to end of 2021/22	76,540
Revenue from Others to end of 2021/22	-
<b>Total Revenue</b>	<b>76,540</b>

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

Assessment of Performance	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Confirmed calendar of meetings, locations and venues for all meetings during host year	Met	Expired	Expired
Confirmed calendar of meetings, for all meetings during host year	New measure	Met	Met
Secured sufficient accommodation in Auckland for Leaders Week	Met	Expired	Expired
Provided advice to Government on legislative changes necessary to support hosting	Met	Expired	Expired
Entered into contract to procure transport provisions	Met	Expired	Expired
Achieved integrated model with host cities (Auckland, Wellington, Christchurch)	Met	Expired	Expired
Fit for purpose and secure virtual meeting venues and technology	New measure	Met	Met

### *Reasons for Change in Appropriation*

This total appropriation decreased by \$107.600 million to \$76.540 million due to the decision to host APEC 2021 largely as virtual events resulting in a reduced cost.



## 2.3 - Departmental Capital Expenditure and Capital Injections

### Ministry of Foreign Affairs and Trade - Capital Expenditure PLA (M34) (A20)

#### *Scope of Appropriation*

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.

#### *Capital Expenditure*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	56,000	(2,841)	53,159
Intangibles	10,200	-	10,200
Other	-	-	-
<b>Total Appropriation</b>	<b>66,200</b>	<b>(2,841)</b>	<b>63,359</b>

#### *Reasons for Change in Appropriation*

The appropriation decreased by \$2.841 million to \$63.359 million for 2020/21 due to the latest five year capital plan requirements, which have been impacted by COVID-19, including the rescheduling of the Chancery buildings construction programme and the acquisition of owned Official Residences.

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

##### Ministry of Foreign Affairs and Trade

Details of Net Asset Schedule	2020/21 Main Estimates Projections \$000	2020/21 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2020/21
Opening Balance	661,253	661,616	Supplementary Estimates opening balance reflects the audited results as at 30 June 2020.
Capital Injections	12,700	-	Current planning indicates that the approved capital injections for the Departmental Capital Pressures and Enhancing Pacific Property programmes will not be required until 2021/22 due to the impact of COVID-19.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
<b>Closing Balance</b>	<b>673,953</b>	<b>661,616</b>	

## Part 3 - Details of Non-Departmental Appropriations

### 3.1 - Non-Departmental Output Expenses

#### Antarctic Research and Support (M34) (A20)

##### *Scope of Appropriation*

Provision of management and logistic support for New Zealand activities in the Antarctic. The provider is the New Zealand Antarctic Institute.

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

The appropriation decreased by \$500,000 to \$20.820 million for 2020/21 due to the reduction in the capital charge rate from 6% to 5% with effect from 1 July 2020.

#### Expo 2020 Dubai (M34) (A20)

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

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Expo 2020 Dubai (M34) (A20)</b> This appropriation is limited to New Zealand's participation at Expo 2020 Dubai.  Commences: 01 July 2017  Expires: 30 June 2021	Original Appropriation	53,240
	Adjustments to 2019/20	1,331
	Adjustments for 2020/21	1,142
	Adjusted Appropriation	55,713
	Actual to 2019/20 Year End	27,352
	Estimated Actual for 2020/21	28,361
	Estimate for 2021/22	-
Estimated Appropriation Remaining	-	

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

Assessment of Performance	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
New Zealand Pavilion is complete and ready to open to the public by 19 October 2020	Achieved	Expired	Expired
New Zealand Pavilion is complete and ready to open to the public by 1 October 2021	New measure	Achieved	Achieved

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

The appropriation increased by \$1.142 million to \$28.361 million for 2020/21 due to the capital charge on the pavilion asset.

## Pacific Broadcasting Services (M34) (A20)

### *Scope of Appropriation*

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.

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

Assessment of Performance	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Provision of New Zealand-sourced television content and other media services to Pacific Island Countries that are part of the initiative	Average of 56 hours per week	Expired	Expired
Television programming provided each month includes at least 50% factual content (news/current affairs/documentaries)	Achieved	Expired	Expired
Television programming provided each month includes at least 20% sports coverage	Achieved	Expired	Expired
Pacific broadcasters report satisfaction with the overall programme – ie, content, capacity and capability programme (as measured on a scale of 1-10 in quarterly surveys of all broadcasters involved in the initiative)	Average of at least 7	Expired	Expired
Percentage of content provided on the Pasifika TV contribution feed being broadcast by at least 50% of Pacific broadcasters (as measured in quarterly surveys)	At least 70%	Expired	Expired
Relationships with New Zealand broadcasters and content providers are well maintained to ensure ongoing provision of programmes	Achieved	Expired	Expired

### *Reasons for Change in Appropriation*

The appropriation decreased by \$607,000 to zero for 2020/21 due to the fact that the Establishment Purchase Agreement for the Pacific Cooperation Broadcasting Ltd, which covered funding for the organisation through to 2020, expired on 30 June 2020. It is not intended that a new Purchase Agreement will be executed and the service provider will receive grant funding from the International Development Cooperation appropriation in the future. As a result, the existing \$607,000 annual appropriation is no longer required and the funding has been transferred to the International Development Cooperation appropriation, to partially offset the grant funding provided to the service provider from this appropriation.

## 3.4 - Non-Departmental Other Expenses

### Consular Loan Expenses (M34) (A20)

#### *Scope of Appropriation*

This appropriation is limited to unrecoverable financial assistance provided to New Zealanders in distress overseas and expenses arising from any concessional terms and conditions that apply to recoverable financial assistance provided.

#### *Expenses*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	150	150

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

This appropriation is intended to achieve the coverage of unrecoverable financial assistance provided to New Zealanders in distress overseas and expenses arising from any concessional terms and conditions that apply to recoverable financial assistance provided.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Under 10% of the opening Loans balance is expensed in the year	New measure	Met	Met

#### *End of Year Performance Reporting*

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

#### *Reasons for Change in Appropriation*

In June 2020 approval was granted for the establishment of a non-departmental other expense appropriation to cover any concessional terms and conditions that may apply to recoverable consular loans, including foregone interest on consular loans and the write-off of any uncollectable loans. The appropriation was funded in 2020/21 by a fiscally neutral transfer from the multi-category appropriation "Act in the world to make New Zealanders safer and more prosperous", category "Delivery of Services".

## International Development Cooperation (M34) (A20)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>International Development Cooperation (M34) (A20)</b> 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	2,186,718
	Adjustments to 2019/20	82,177
	Adjustments for 2020/21	607
	Adjusted Appropriation	2,269,502
	Actual to 2019/20 Year End	1,444,185
	Estimated Actual for 2020/21	825,317
	Estimate for 2021/22	-
	Estimated Appropriation Remaining	-

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

Assessment of Performance	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Development results (long term outcomes that New Zealand contributes to alongside many other partners)</b>			
<b><i>Wellbeing</i></b>			
Proportion of children and young people, in the Pacific: at the end of primary education achieving at least a minimum proficiency level in (i) reading and (ii) mathematics	Maintain or improve trend	Expired	Expired
<b><i>Environment</i></b>			
Proportion of key tuna fish stocks within biologically sustainable levels, in the Pacific	Maintain	Expired	Expired
<b>Development Cooperation results in the Pacific (short to medium term outcomes more attributable to New Zealand support)</b>			
<b><i>Wellbeing</i></b>			
People in the Pacific that have received essential medicines or services at primary health facilities	Standard dependent on need	Expired	Expired
<b><i>Environment</i></b>			
Number of people provided with access to electricity	Standard dependent on need	Expired	Expired
Progress by Pacific Island countries in the degree of implementation of international instruments aiming to combat illegal, unreported and unregulated fishing	Maintain or increase number with improving trend	Expired	Expired
People receiving fisheries training or support (M/F)	Standard dependent on need	Expired	Expired
<b><i>Economy and governance</i></b>			
Pacific Island people who return home with improvements in skills or qualifications after participating in labour mobility programme (M/F)	Standard dependent on need	Expired	Expired

Assessment of Performance	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<i>Resilience and humanitarian response</i>			
People trained to strengthen resilience (disaster risk reduction and climate change adaptation) (No., M/F)	Standard dependent on need	Expired	Expired
<b>International Development Cooperation Results (more directly attributable to New Zealand support)</b>			
Number of people participating in a labour mobility initiative (No., M/F)	New measure	Maintain or improve trend	Maintain or improve trend
Number of people directly benefitting from activities which aim to increase resilience to climate change and environmental degradation (No., M/F)	New measure	Standard dependent on need	Standard dependent on need
Number of people supported to improve their livelihoods (No., M/F)	New measure	Standard dependent on need	Standard dependent on need
Number of people directly benefitting from improved infrastructure and services (No., M/F)	New measure	Standard dependent on need	Standard dependent on need
Number of people benefitting from sexual and reproductive health services (No., M/F)	New measure	Standard dependent on need	Standard dependent on need
Number of people benefitting from enhanced learning through ICT (No., M/F)	New measure	Standard dependent on need	Standard dependent on need
Number of people receiving training or capability-building support in priority sectors (No., M/F)	New measure	Standard dependent on need	Standard dependent on need

### *Reasons for Change in Appropriation*

The appropriation increased by \$607,000 to \$2,269,502 million for 2020/21 to reflect the transfer of funding from the Pacific Broadcasting Services appropriation.

## 3.5 - Non-Departmental Capital Expenditure

### Consular Loans (M34) (A20)

#### *Scope of Appropriation*

This appropriation is limited to recoverable financial assistance provided to New Zealanders in distress overseas to help them meet essential and immediate needs, including the costs of repatriation.

#### *Capital Expenditure*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	3,000	3,000

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

This appropriation is intended to achieve the provision of recoverable financial assistance to New Zealanders in distress overseas to help them meet essential and immediate needs, including the costs of repatriation.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
The number of new approved consular loans	New measure	50	50

#### *End of Year Performance Reporting*

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

#### *Reasons for Change in Appropriation*

In June 2020 approval was granted for the establishment of a non-departmental capital expenditure appropriation for the funding of consular loans to New Zealanders in distress overseas, to help them meet essential and immediate needs, including the costs of repatriation. An appropriation of \$5 million was approved for the 2020/21 financial year. The volume of consular demands in 2020/21 has been lower than assumed and the demand for financial assistance for the remainder of the year can be managed within a total appropriation of \$3 million. The impact of COVID-19 on consular demands is expected to be longer than originally assumed. Consequently the residual \$2 million of the original appropriation has been transferred to the 2021/2022 financial year so that the Ministry has the financial capacity to respond to increased consular demands.

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

## 4 - Multi-Category Expenses and Capital Expenditure

### Act in the world to make New Zealanders safer and more prosperous (M34) (A20)

#### *Overarching Purpose Statement*

The single overarching purpose of this appropriation is to promote and protect New Zealand's interests and values in the world to make New Zealanders safer and more prosperous.

#### *Scope of Appropriation*

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

###### *Analysis and advice to inform New Zealand's foreign policy*

This category is limited to providing analysis, advice and Ministerial services on all elements (international and domestic) of New Zealand's foreign policy, other than international development cooperation.

###### *Delivery of New Zealand's foreign policy*

This category is limited to international representation, advocacy and negotiation on all elements of New Zealand's foreign policy, other than international development cooperation.

###### *Delivery of services*

This category is limited to the delivery of services to support New Zealand individuals, businesses and agencies overseas, and host government services to the diplomatic and consular corps in New Zealand.

###### *Management of New Zealand's International Development Cooperation*

This category is limited to advice, representation and advocacy on international development issues, including Ministerial services and domestic engagement, and the management of the New Zealand Aid Programme.

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

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>488,268</b>	<b>(17,501)</b>	<b>470,767</b>
<b>Departmental Output Expenses</b>			
Analysis and advice to inform New Zealand's foreign policy	47,327	(2,408)	44,919
Delivery of New Zealand's foreign policy	292,229	(12,347)	279,882
Delivery of services	56,957	1,661	58,618
Management of New Zealand's International Development Cooperation	91,755	(4,407)	87,348



	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>	<b>478,737</b>	<b>(17,955)</b>	<b>460,782</b>
Analysis and advice to inform New Zealand's foreign policy	47,327	(2,408)	44,919
Delivery of New Zealand's foreign policy	291,926	(12,044)	279,882
Delivery of services	47,824	894	48,718
Management of New Zealand's International Development Cooperation	91,660	(4,397)	87,263
<b>Revenue from Others</b>	<b>9,531</b>	<b>454</b>	<b>9,985</b>
Delivery of New Zealand's foreign policy	303	(303)	-
Delivery of services	9,133	767	9,900
Management of New Zealand's International Development Cooperation	95	(10)	85

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Departmental Output Expenses</b>			
Delivery of New Zealand's foreign policy			
<i>Promote sustainable international solutions to global environment and natural resource challenges that impact on New Zealand</i>			
Number of countries that sign a New Zealand-led ministerial statement for advancing fossil fuel subsidy reform at the WTO in 2020	At least 20	Expired	Expired
Number of countries that support New Zealand's proposals on fossil fuel subsidy reform	Revised measure	At least 20	At least 20
Delivery of services			
<i>Services for other New Zealand agencies overseas</i>			
Percentage of NZ Inc agencies who are satisfied with MFAT's services	3.5	Expired	Expired
Average satisfaction score on the Ministry's service provision on a five point scale (see Note 1)	Revised measure	3.5	3.5

Note 1 - Based on surveys of NZ Inc. secondees and head office contacts.

### *Reasons for Change in Appropriation*

The appropriation decreased by \$17.501 million to \$470.767 million for 2020/21 due to:

- a decrease of \$12.386 million from eleven expense transfers across a range of activities that were mostly impacted by COVID-19. The activities comprised the Trade Negotiations Inter-agency Fund, the Eurasian Economic Union Free Trade Agreement, Capita Investment-related operating costs, the Pacific Leader Development Programme, the Pacific Enabling Fund, the New Zealand High Commission London, Global Property Preventative Maintenance, the Health and Safety Assessment Programme, the Protective Security Programme, the Human Resources Information System, and Overseas Post Security
- a decrease of \$6.612 million reflecting the reduction in the capital charge rate from 6% to 5% with effect from 1 July 2020
- a decrease of \$6.600 million from a savings-funded technical budget initiative package to deliver the ASEAN Plan of Action and COVID-19 Recovery Initiatives in the 2021/22 financial year
- a decrease of \$1.143 million resulting from foreign exchange rate and overseas inflation movements
- a decrease of \$765,000 reflecting a fiscally neutral transfer of the balance of funding of \$765,000 from the air freight arrangement proposed by the Government of Singapore, to Vote Transport, and
- a decrease of \$150,000 resulting from a transfer of funding to establish the Consular Loan Expenses appropriation.

These decreases are partially offset by:

- an increase of \$5.702 million from five expense transfers across a range of activities that were delayed for various reasons with two impacted by COVID-19. The activities were the Pacific Leader Development Programme, the New Zealand High Commission London, Trade Initiatives and Commitments, Training and Development, and operating costs related to Capital Investment
- an increase of \$3.008 million to reflect the retention of underspends in 2019/20 transferred into 2020/21
- an increase of \$991,000 to reflect the actual 2019/20 under-expenditure on the air freight arrangement proposed by the Government of Singapore, and
- an increase of \$454,000 reflecting additional third-party funding resulting from demand from other agencies co-located with the Ministry at overseas posts, and for the provision of departmental services.