

Vote Prime Minister and Cabinet

APPROPRIATION MINISTER(S): Minister of Civil Defence (M11), Prime Minister (M52), Minister for Greater Christchurch Regeneration (M85), Minister Responsible for the Earthquake Commission (M86)

APPROPRIATION ADMINISTRATOR: Department of the Prime Minister and Cabinet

RESPONSIBLE MINISTER FOR DEPARTMENT OF THE PRIME MINISTER AND CABINET: Prime Minister

Overview of the Vote

The Prime Minister is responsible for appropriations in Vote Prime Minister and Cabinet for the 2018/19 financial year which cover the following:

- a total of over \$6 million for free and frank advice on policy issues, services to facilitate inter-departmental coordination of policy development, and leadership of a more collective approach to performance across the state sector
- a total of nearly \$6 million for secretariat services to Cabinet, Cabinet committees and the Executive Council, administration of the New Zealand Royal Honours system and coordination of the Government's legislation programme
- a total of over \$4 million for support services to the Governor-General and maintenance of the official residences
- a total of over \$11 million for leadership, advice, coordination around national security matters, leading collaboration within the New Zealand intelligence community, managing the National Cyber Policy Office and providing assessments to support national security
- a total of \$795,000 for the operation of the Science Advisory Committee and an ex gratia payment for the services of the Prime Minister's Chief Science Advisor
- a total of over \$2 million under permanent legislative authority (Governor-General Act 2010) for payments for the salary, allowances, programme and travel expenses outside New Zealand of the Governor-General
- a total of \$174,000 under permanent legislative authority (Intelligence and Security Act 2017) for the remuneration of the Commissioners of Intelligence Warrants
- a total of nearly \$3 million for costs of ownership of Crown assets (Government Houses and their contents)
- a total of \$400,000 on departmental capital expenditure, and
- a total of \$800,000 on Government House capital investment.

The Prime Minister is also responsible for a capital injection of \$300,000 to the Department of the Prime Minister and Cabinet.

The Minister for Greater Christchurch Regeneration is responsible for appropriations in Vote Prime Minister and Cabinet for 2018/19 which cover the following:

- a total of nearly \$16 million for the provision of services supporting the regeneration of greater Christchurch.

The Minister of Civil Defence is responsible for appropriations in Vote Prime Minister and Cabinet for 2018/19 which cover the following:

- a total of over \$15 million for ensuring the effective delivery and responsiveness of New Zealand's civil defence emergency management services
- a total of \$5 million under permanent legislative authority (Civil Defence Emergency Management Act 2002) for reimbursing a local authority for, or meeting, expenses incurred by a local authority in connection with an emergency as authorised by section 115A of the Civil Defence Emergency Management Act 2002

- a total of nearly \$2 million for contributions to local authorities following an emergency event, as prescribed in the current Guide to the National Civil Defence Emergency Management Plan
- a total of \$889,000 for contributions to local authorities to support emergency management preparedness programmes, and
- a total of \$300,000 for work necessary to restore Kaikōura Harbour.

The Minister Responsible for the Earthquake Commission is responsible for an appropriation in Vote Prime Minister and Cabinet for 2018/19 which cover the following:

- a total of over \$2 million for an inquiry into the Earthquake Commission (EQC).

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

Details of Appropriations and Capital Injections

Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Departmental Output Expenses			
Canterbury Earthquake Recovery (M85) This appropriation is limited to provision of services supporting the regeneration of greater Christchurch.	12,190	11,340	10,784
Support for Inquiry into EQC (M86) This appropriation is limited to supporting the Inquiry into EQC.	592	592	1,782
Total Departmental Output Expenses	12,782	11,932	12,566
Departmental Capital Expenditure			
Department of the Prime Minister and Cabinet - Capital Expenditure PLA (M52) This appropriation is limited to the purchase or development of assets by and for the use of the Department of the Prime Minister and Cabinet, as authorised by section 24(1) of the Public Finance Act 1989.	550	550	400
Total Departmental Capital Expenditure	550	550	400
Non-Departmental Other Expenses			
Contributions to Local Authorities Following an Emergency Event (M11) This appropriation is limited to contributions to local authorities (other than contributions authorised by section 115A of the Civil Defence Emergency Management Act 2002) following an emergency event, as prescribed in the current Guide to the National Civil Defence Emergency Management Plan.	580	200	1,900
Emergency Management Preparedness Grants (M11) This appropriation is limited to projects endorsed by CDEM Groups and managed or supported by the Ministry of Civil Defence & Emergency Management.	1,041	791	889
Ex Gratia Payment to the University of Auckland (M52) This appropriation is limited to ex gratia payments to the University of Auckland to enable continued support of Professor Sir Peter Gluckman's own specialised research programme during his membership of the Science Advisory Committee.	120	120	120
Governor-General's Programme PLA (M52) This appropriation is limited to expenses incurred on the Governor-General's Programme, as authorised by section 13 of the Governor-General Act 2010.	1,239	1,239	1,239
Governor-General's Salary and Allowance PLA (M52) This appropriation is limited to expenses incurred on the salary, allowance and other payments to the Governor-General, as authorised by section 12 of the Governor-General Act 2010.	500	500	500
Governor-General's Travel Outside New Zealand PLA (M52) This appropriation is limited to expenses incurred on the Governor-General's travel outside New Zealand, as authorised by section 14 of the Governor-General Act 2010.	407	407	407
Inquiry into EQC (M86) This appropriation is limited to the payment of fees and expenses for the Inquiry into EQC.	216	216	648
Local Authority Emergency Expenses PLA (M11) This appropriation is limited to reimbursing a local authority for, or meeting, expenses incurred by a local authority in connection with an emergency as authorised by section 115A of the Civil Defence Emergency Management Act 2002.	15,000	15,000	5,000

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Rehabilitation of Kaikōura Harbour (M11) This appropriation is limited to a contribution to the Kaikōura District Council acting on behalf of Environment Canterbury for work necessary to restore the functionality of Kaikōura Harbour.	2,470	2,470	300
Remuneration of Commissioners of Intelligence Warrants PLA (M52) This appropriation is limited to the salaries and allowances of Commissioners of Intelligence Warrants as authorised by clause 3(1) of Schedule 3 of the Intelligence and Security Act 2017.	174	174	174
Crown Contribution for Christ Church Cathedral Reinstatement (M85) This appropriation is limited to provision of a Crown contribution towards the reinstatement of Christ Church Cathedral.	10,000	10,000	-
Fair Value Write-down of Suspensory Loan for Christ Church Cathedral Reinstatement (M85) This appropriation is limited to fair value write-down of the suspensory loan for the reinstatement of Christ Church Cathedral, in accordance with generally accepted accounting practice.	15,000	15,000	-
Restoration of Kaikōura District Three Waters Network (M11) This appropriation is limited to a contribution to Kaikōura District Council to support additional resilience, capacity, improved materials, or other alternatives to the original infrastructure as part of restoration of essential infrastructure systems.	2,400	2,000	-
Total Non-Departmental Other Expenses	49,147	48,117	11,177
Non-Departmental Capital Expenditure			
Suspensory Loan for Christ Church Cathedral Reinstatement (M85) This appropriation is limited to provision of a suspensory loan for the reinstatement of Christ Church Cathedral.	15,000	15,000	-
Total Non-Departmental Capital Expenditure	15,000	15,000	-
Multi-Category Expenses and Capital Expenditure			
Emergency Management MCA (M11) The overarching purpose of this MCA is to support communities to be resilient by enhancing their capacity and capability to manage civil defence emergencies.	27,804	26,889	15,530
Departmental Output Expenses			
Community Awareness and Readiness This category is limited to the development and delivery of long-term national programmes to raise individual and community awareness and preparedness.	2,684	2,600	1,938
Emergency Sector and Support and Development This category is limited to developing and implementing operational policies and projects, advice, assistance and information to the civil defence and emergency management sector.	7,131	7,081	5,644
Management of Emergencies This category is limited to management of national emergency readiness, response and recovery, including support to local civil defence emergency management organisations, maintaining the National Crisis Management Centre in a state of readiness, national training and exercises, coordination and management of central government's response and recovery activities and administration of related expenses.	17,458	16,708	7,005
Policy Advice - Emergency Management 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 civil defence emergency matters.	531	500	943

Titles and Scopes of Appropriations by Appropriation Type	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Government House Buildings and Assets MCA (M52)	3,542	2,380	3,362
The overarching purpose of this appropriation is maintaining the Government House buildings and related assets in Wellington and Auckland to the standards necessary to fulfil their constitutional, ceremonial and community roles.			
Non-Departmental Other Expenses			
<i>Depreciation of Crown Assets</i>	1,762	1,000	1,962
This category is limited to depreciation expenses on the Government House buildings and related assets.			
<i>Government House - Maintenance</i>	800	600	600
This category is limited to the ongoing maintenance of the Government House buildings and related assets, and the grounds on which they are located.			
Non-Departmental Capital Expenditure			
<i>Government House - Capital Investment</i>	980	780	800
This category is limited to investment necessary to preserve the functionality and value of the Government House buildings and related assets.			
Policy Advice and Support Services MCA (M52)	28,769	27,957	28,586
The overarching purpose of this appropriation is to provide policy advice to support decision-making by the Prime Minister and the Cabinet and provide support services to the Prime Minister, Cabinet and its committees, the Executive Council, and the Governor General.			
Departmental Output Expenses			
<i>National Security Priorities and Intelligence Coordination</i>	10,892	10,700	11,417
This category is limited to leadership and coordination around national security matters, leading collaboration within the New Zealand intelligence community and providing intelligence assessments to support national security priorities.			
<i>Policy Advice - Child Poverty Reduction</i>	-	-	1,873
This category is limited to 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 child poverty reduction.			
<i>Policy Advice - Prime Minister and Cabinet</i>	7,314	6,864	4,542
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 the Prime Minister and the Cabinet.			
<i>Science Advisory Committee</i>	725	725	675
This category is limited to the purchase of high-quality scientific advice to the Prime Minister.			
<i>Support Services to the Governor-General and Maintenance of the Official Residences</i>	4,020	3,900	4,139
This category is limited to financial, administrative, communications and advisory services for the Governor-General; and services to maintain the Governor-General's residences.			
<i>Support, Secretariat and Coordination Services</i>	5,818	5,768	5,940
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 support for the coordination of the Government's legislation programme; secretariat services to the Executive Council, Cabinet and its committees; and administration of the New Zealand Honours system.			
Total Multi-Category Expenses and Capital Expenditure	60,115	57,226	47,478
Total Annual and Permanent Appropriations	137,594	132,825	71,621

Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Output Expenses		
Regenerate Christchurch (M85) This appropriation is limited to establishment costs and the development of strategies and planning activities, with communities, stakeholders and decision-makers, for the regeneration of areas in Christchurch. Commences: 01 July 2016 Expires: 30 June 2021	Original Appropriation	20,000
	Adjustments to 2016/17	1,073
	Adjustments for 2017/18	-
	Adjusted Appropriation	21,073
	Actual to 2016/17 Year End	4,000
	Estimated Actual for 2017/18	4,000
	Estimated Actual for 2018/19	5,073
	Estimated Appropriation Remaining	8,000

Total Annual and Permanent Appropriations and Multi-Year Appropriation Forecasts

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Annual and Permanent Appropriations	137,594	132,825	71,621
Total MYA Non-Departmental Output Expenses Forecasts	4,000	4,000	5,073
Total Annual and Permanent Appropriations and Multi-Year Appropriation Forecasts	141,594	136,825	76,694

Capital Injection Authorisations

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Department of the Prime Minister and Cabinet - Capital Injection (M52)	300	300	300

Supporting Information

Part 1 - Vote as a Whole

1.1 - New Policy Initiatives

Policy Initiative	Appropriation	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Funding for the Establishment and Operation of a Child Poverty Unit	Policy Advice and Support Services MCA (M52) Policy Advice - Child Poverty Reduction Departmental Output Expenses	-	1,873	1,946	2,022	2,101
To Implement the Crown's Offer to Support the Reinstatement of Christ Church Cathedral.	Crown Contribution for Christ Church Cathedral Reinstatement Non-Departmental Other Expenses	10,000	-	-	-	-
To Implement the Crown's Offer to Support the Reinstatement of Christ Church Cathedral.	Fair Value Write-down of Suspensory Loan for Christ Church Cathedral Reinstatement Non-Departmental Other Expenses	15,000	-	-	-	-
To Implement the Crown's Offer to Support the Reinstatement of Christ Church Cathedral.	Suspensory Loan for Christ Church Cathedral Reinstatement Non-Departmental Other Expenses	15,000	-	-	-	-
Funding for an Inquiry into the Earthquake Commission (EQC)	Support for Inquiry into EQC Departmental Output Expenses	592	1,782	-	-	-
Funding for an Inquiry into the Earthquake Commission (EQC)	Inquiry into EQC Non-Departmental Other Expenses	216	648	-	-	-
Funding for an Inquiry into the Earthquake Commission (EQC)	Departmental Capital Injection	100	-	-	-	-
Funding to Provide Additional Crown Support for Kaikōura District Council	Rehabilitation of Kaikōura Harbour Non-Departmental Other Expenses	-	300	-	-	-
Funding to Provide Additional Crown Support for Kaikōura District Council	Contributions to Local Authorities Following an Emergency Event Non-Departmental Other Expenses	-	1,400	800	-	-
Total Initiatives		40,908	6,003	2,746	2,022	2,101

1.2 - Trends in the Vote

Summary of Financial Activity

	2013/14	2014/15	2015/16	2016/17	2017/18		2018/19			2019/20	2020/21	2021/22
	Actual \$000	Actual \$000	Actual \$000	Actual \$000	Final Budgeted \$000	Estimated Actual \$000	Departmental Transactions Budget \$000	Non- Departmental Transactions Budget \$000	Total Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Appropriations												
Output Expenses	-	3,333	12,510	20,038	16,782	15,932	12,566	5,073	17,639	14,636	6,974	2,974
Benefits or Related Expenses	-	-	-	-	-	-	N/A	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	4,554	3,431	5,576	44,592	49,147	48,117	-	11,177	11,177	9,629	8,829	8,829
Capital Expenditure	362	4,443	492	350	15,550	15,550	400	-	400	100	100	100
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	N/A	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)												
<i>Output Expenses</i>	24,733	34,389	39,580	43,461	56,573	54,846	44,116	-	44,116	44,434	45,310	45,389
<i>Other Expenses</i>	-	612	1,560	1,557	2,562	1,600	-	2,562	2,562	2,562	2,562	2,562
<i>Capital Expenditure</i>	-	54	250	367	980	780	N/A	800	800	800	550	550
Total Appropriations	29,649	46,262	59,968	110,365	141,594	136,825	57,082	19,612	76,694	72,161	64,325	60,404
Crown Revenue and Capital Receipts												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	189	71	190	250	150	150	N/A	150	150	150	150	150
Capital Receipts	-	-	-	-	-	-	N/A	-	-	-	-	-
Total Crown Revenue and Capital Receipts	189	71	190	250	150	150	N/A	150	150	150	150	150

Note - where restructuring of the vote has occurred then, to the extent practicable, prior years information has been restated as if the restructuring had occurred before the beginning of the period covered. In this instance Total Appropriations for the Budgeted and Estimated Actual year may not equal Total Appropriations in the Details of Appropriations and Capital Injections.

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

There have been no restructuring adjustments to prior year information reported in last year's Summary of Financial Activity table.

1.3 - Analysis of Significant Trends

Details of significant movements within each appropriation category are detailed below:

Output Expenses

An appropriation was established in 2014/15 for the Flag Consideration Project.

The increase in 2015/16 was mainly due to the Flag Consideration Project, CabNet project implementation and supporting the regeneration of greater Christchurch.

The increase in 2016/17 was mainly due to the transfer of a full year of funding from the Canterbury Earthquake Recovery Authority (CERA) from 1 March 2016 to support ongoing Canterbury earthquake recovery work.

The decrease in 2017/18 is mainly due to the completion of some activities that transitioned from CERA to the Department of the Prime Minister and Cabinet following the disestablishment of CERA in April 2016. This appropriation will continue to decrease in the outyears as Canterbury earthquake recovery activities come to an end and/or are transferred to local agencies, leaving a residual function in the Department of the Prime Minister and Cabinet.

The increase in 2018/19 is mainly due to \$1.7 million in new funding for child poverty reduction. This is offset by a decrease in this year and outyears due to the planned gradual reduction in Canterbury earthquake activities, with a smaller function being retained on an ongoing basis from 2021/22 providing policy and monitoring services.

Other Expenses

The decrease in 2014/15 was mainly due to the transfer of depreciation funding to the new multi-category appropriation, as well as a reduction in actual costs for Emergency Management.

The increase in 2015/16 was mainly due to an increase in the costs of Emergency Management as a result of floods in June 2015.

The increase in 2016/17 was mainly due to \$36 million provided for reimbursement to local authorities for the expenses incurred by them in connection with the November 2016 Kaikōura earthquake and tsunami, and \$3.2 million for the rehabilitation of Kaikōura Harbour.

The increase in 2017/18 is due to \$25 million in new funding to implement the reinstatement of Christ Church Cathedral and \$2.4 million in new funding for supporting additional resilience for the three waters network in the Kaikōura District, offset by an expected reduction in reimbursements to local authorities for expenses related to emergency events.

The decrease in 2018/19 is mainly due to the majority of work related to the Rehabilitation of Kaikōura Harbour being completed in 2017/18, the expected completion of works supporting additional resilience for the three waters network in the Kaikōura District in 2017/18, and funding activities in 2017/18 only for the reinstatement of the Christ Church Cathedral. In addition, contributions to local authorities following an emergency are expected to increase for 2018/19, but reduce slightly in outyears from 2019/20.

Capital Expenditure

The increase in 2014/15 was mainly due to funding received for the CabNet project to provide an electronic platform to support Cabinet processes.

The decrease in 2015/16 was mainly due to the completion of the CabNet project, partially offset by the transfer of assets from CERA.

The decrease in 2016/17 is mainly due to the cyclical nature of the routine replacement of the Department's fixed assets.

The increase in 2017/18 is mainly due to funding activity for the reinstatement of the Christ Church Cathedral.

The decrease in 2018/19 is mainly due to the completion in 2017/18 of the funding activity for the reinstatement of the Christ Church Cathedral. Other general departmental capital expenditure is expected to remain at previous years' levels to reflect ongoing capital requirements within the department. In outyears departmental capital expenditure is expected to reduce reflecting the periodic reduction in the level of demand for capital equipment.

Multi-Category Output Expenses

The increase in 2014/15 was mainly due to a full year of costs to administer emergency management functions transferred from Vote Internal Affairs.

The increase in 2015/16 is mainly due to increased operating expenditure in relation to the CabNet project implementation.

The increase in 2016/17 was mainly due to increased funding support to capability and capacity in Emergency Management and the implementation of the Cell Broadcast Alerting project.

The increase in 2017/18 is mainly due to funding transfers for the Cell Broadcast Alerting project, new funding initiatives for the Kaikōura earthquake and tsunami response and recovery, and a transfer of funding for expected costs of emergency sector support and development through the partnership programme with the Ministry of Foreign Affairs and Trade, offset by a reduction in revenue from other departments for the Policy Project.

The decrease in 2018/19 is mainly due to the completion of the Cell Broadcast Alerting project. Outyears are expected to remain relatively constant.

Multi-Category Other Expenses

This category was established in 2014/15 for the depreciation and maintenance of Government House.

Changes since 2015/16 have mainly been the result of the cyclical nature of Government House maintenance costs. Expenditure is expected remain constant in the outyears.

Multi-Category Capital Expenditure

This category was established in 2014/15 to preserve the functionality and value of Government House.

Changes since 2015/16 have mainly been the result of delays in securing vendor contracts for ongoing capital maintenance and the cyclical nature of the routine replacement of fixed assets. Expenditure in the current year and outyears is expected remain in accordance with the approved capital plan.

Part 2 - Details of Departmental Appropriations

2.1 - Departmental Output Expenses

Canterbury Earthquake Recovery (M85)

Scope of Appropriation

This appropriation is limited to provision of services supporting the regeneration of greater Christchurch.

Expenses and Revenue

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	12,190	11,340	10,784
Revenue from the Crown	12,005	11,155	10,784
Revenue from Others	185	185	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve support for the regeneration of greater Christchurch including the ongoing provision of corporate capability.

How Performance will be Assessed and End of Year Reporting Requirements

	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Departmental Output Expenses			
Policy and Legislation			
The satisfaction of the responsible Minister with policy advice service, as measured using the Common Satisfaction Survey (see Note 1), is at least:	6	6	6
A sample of policy advice fits within the target ranges for quality (see Note 2)	Achieved	Achieved	Achieved
Leadership/Brokering/Coordination			
The satisfaction of the responsible Minister with the leadership/brokering/coordination role as measured using the Common Satisfaction Survey (see Note 1) is at least:	6	6	6
Monitoring and Reporting			
Report to the Minister(s) at least twice per year on recovery/regeneration progress and the performance of the Regenerate Christchurch Board	Achieved	Achieved	Achieved
The satisfaction of the responsible Minister with the monitoring and reporting activity, as measured using the Common Satisfaction Survey (see Note 1) is at least:	6	6	6
The total cost per hour of producing outputs	\$90-120	\$90-\$120	\$90-\$120

Note 1 - The Common Satisfaction Survey measures Ministers' satisfaction with the quality, timeliness and value for money of policy advice on a scale from 1 to 10, where 1 means fell well short of expectations and 10 means far exceeded expectations.

Note 2 - A sample of the department's policy advice will be assessed by a panel using the Policy Project quality framework. The target ranges for the quality of our policy advice are: that 70% of our assessed papers will score 7 or more, and that 30% will score 8 or more out of 10, with 10 being the highest quality.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Department of the Prime Minister and Cabinet in the 2018/19 Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Previous Government						
Canterbury Earthquake Recovery	2015/16	12,190	10,784	10,636	2,974	2,974

Reasons for Change in Appropriation

The decrease in this appropriation for 2018/19 is due to some Canterbury earthquake recovery activities coming to an end or transferring to local agencies.

Support for Inquiry into EQC (M86)

Scope of Appropriation

This appropriation is limited to supporting the Inquiry into EQC.

Expenses and Revenue

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	592	592	1,782
Revenue from the Crown	592	592	1,782
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve effective support for the Inquiry into EQC.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Inquiry's satisfaction with the Support for Inquiry into EQC, as measured using the Common Satisfaction Survey (see Note 1) is at least:	6	6	6

Note 1 - The Common Satisfaction Survey measures the Inquiry's satisfaction with the quality, timeliness and value for money of advice on a scale from 1 to 10, where 1 means fell well short of expectations and 10 means far exceeded expectations.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Department of the Prime Minister and Cabinet in the 2018/19 Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Current Government						
Funding for an Inquiry into the Earthquake Commission (EQC)	2017/18	592	1,782	-	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2018/19 is due to an expected full year of activity with a corresponding increase in expenditure when compared with a partial year's activity in the previous year.

2.3 - Departmental Capital Expenditure and Capital Injections**Department of the Prime Minister and Cabinet - Capital Expenditure PLA (M52)***Scope of Appropriation*

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

Capital Expenditure

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	500	500	350
Intangibles	-	-	-
Other	50	50	50
Total Appropriation	550	550	400

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the renewal, upgrade or redesign of assets in support of the delivery of the department's services.

How Performance will be Assessed and End of Year Reporting Requirements

Expenditure is in accordance with the department's approved capital asset management plan.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Department of the Prime Minister and Cabinet in the 2018/19 Annual Report.

Reasons for Change in Appropriation

The decrease in this appropriation for 2018/19 is due to a \$150,000 net reduction in the expected costs of replacement of the department's fixed assets, which are of a cyclical nature.

*Capital Injections and Movements in Departmental Net Assets***Department of the Prime Minister and Cabinet**

Details of Net Asset Schedule	2017/18 Estimated Actual \$000	2018/19 Projected \$000	Explanation of Projected Movements in 2018/19
Opening Balance	7,997	8,297	
Capital Injections	300	300	Capital injection for the direction, coordination and provision of intelligence assessments to support national intelligence priorities.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	8,297	8,597	

Part 3 - Details of Non-Departmental Appropriations

3.1 - Non-Departmental Output Expenses

Regenerate Christchurch (M85)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Regenerate Christchurch (M85) This appropriation is limited to establishment costs and the development of strategies and planning activities, with communities, stakeholders and decision-makers, for the regeneration of areas in Christchurch. Commences: 01 July 2016 Expires: 30 June 2021	Original Appropriation	20,000
	Adjustments to 2016/17	1,073
	Adjustments for 2017/18	-
	Adjusted Appropriation	21,073
	Actual to 2016/17 Year End	4,000
	Estimated Actual for 2017/18	4,000
	Estimated Actual for 2018/19	5,073
	Estimated Appropriation Remaining	8,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve strategies and planning activities for the regeneration of areas in Christchurch.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Regenerate Christchurch's achievement in leading and contributing to the regeneration of Christchurch, as measured using the performance targets in its annual Statement of Performance Expectations (see Note 1), is at least:	60%	60%	60%

Note 1 - This measure has been updated to ensure Regenerate Christchurch is publicly accountable through meeting at least 60 per cent of its performance targets in its annual Statement of Performance Expectations 2018/19 (pages 1 and 3). As Regenerate Christchurch is relatively new, we expect the targeted amount for achievement to increase year-on-year.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister supporting Greater Christchurch Regeneration in a report appended to the Department of the Prime Minister and Cabinet's 2018/19 Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Previous Government						
Funding for the development of strategies and planning activities with communities, stakeholders and decision-makers, for the regeneration of areas in Christchurch.	2015/16	4,000	4,000	4,000	4,000	-

3.4 - Non-Departmental Other Expenses**Contributions to Local Authorities Following an Emergency Event (M11)***Scope of Appropriation*

This appropriation is limited to contributions to local authorities (other than contributions authorised by section 115A of the Civil Defence Emergency Management Act 2002) following an emergency event, as prescribed in the current Guide to the National Civil Defence Emergency Management Plan.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	580	200	1,900

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve financial support to local authorities in an emergency in the form of contributions to local authority disaster relief funds or special policy funding for programmes of work that will decrease the likelihood of a similar emergency occurring again.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under section 15D(2)(b)(ii) of the Public Finance Act 1989 on the basis that end-of-year performance information for the appropriation or category is not likely to be informative because payments from this appropriation are for discretionary financial support to local authorities following an emergency event, such as contributions to disaster relief funds, as prescribed in the current Guide to the National Civil Defence Emergency Management Plan.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Current Government						
Funding to provide additional Crown support for Kaikōura District Council	2018/19	-	1,400	800	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2018/19 is mainly due to new funding of \$1.400 million to provide additional Crown support to address Kaikōura District Council's earthquake recovery funding shortfalls for repairs to three waters assets.

Emergency Management Preparedness Grants (M11)*Scope of Appropriation*

This appropriation is limited to projects endorsed by CDEM Groups and managed or supported by the Ministry of Civil Defence & Emergency Management.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,041	791	889

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve enhanced preparedness and response capabilities in the local community through provision of contestable funding for relevant projects managed by local authorities. Where practicable, the local authority is encouraged to contribute to the cost of the project.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under section 15D(2)(b)(iii) of the Public Finance Act 1989 on the basis that the amount (or annual average equivalent) of the appropriation is less than \$5 million for expenses.

Reasons for Change in Appropriation

The decrease in this appropriation for 2018/19 is due to a return to the base level of the appropriation after an expense transfer from 2016/17 to 2017/18.

Ex Gratia Payment to the University of Auckland (M52)*Scope of Appropriation*

This appropriation is limited to ex gratia payments to the University of Auckland to enable continued support of Professor Sir Peter Gluckman's own specialised research programme during his membership of the Science Advisory Committee.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	120	120	120

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the provision of high-quality scientific advice to the Prime Minister.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under section 15D(2)(b)(iii) of the Public Finance Act 1989 on the basis that the amount (or annual average equivalent) of the appropriation is less than \$5 million for expenses.

Governor-General's Programme PLA (M52)*Scope of Appropriation*

This appropriation is limited to expenses incurred on the Governor-General's Programme, as authorised by section 13 of the Governor-General Act 2010.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,239	1,239	1,239

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve strengthening of the office of the Governor-General as a symbol of national unity and leadership and enhancement of New Zealand's sense of nationhood.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under section 15D(2)(b)(iii) of the Public Finance Act 1989 on the basis that the amount (or annual average equivalent) of the appropriation is less than \$5 million for expenses.

Governor-General's Salary and Allowance PLA (M52)*Scope of Appropriation*

This appropriation is limited to expenses incurred on the salary, allowance and other payments to the Governor-General, as authorised by section 12 of the Governor-General Act 2010.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	500	500	500

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve remuneration of the Governor-General.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under section 15D(2)(b)(ii) of the Public Finance Act 1989 on the basis that end-of-year performance information for the appropriation or category is not likely to be informative, because this appropriation is solely for salary and allowance payments to the Governor-General.

Governor-General's Travel Outside New Zealand PLA (M52)*Scope of Appropriation*

This appropriation is limited to expenses incurred on the Governor-General's travel outside New Zealand, as authorised by section 14 of the Governor-General Act 2010.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	407	407	407

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the enablement of the Governor-General, in the head of state role, to represent New Zealand overseas, in support of the government's foreign policy objectives, to enhance relations between New Zealand and other countries, and to attend events that are important to New Zealand and New Zealanders.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under section 15D(2)(b)(iii) of the Public Finance Act 1989 on the basis that the amount (or annual average equivalent) of the appropriation is less than \$5 million for expenses.

Inquiry into EQC (M86)*Scope of Appropriation*

This appropriation is limited to the payment of fees and expenses for the Inquiry into EQC.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	216	216	648

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the timely and efficient payment of fees and expenses for the Inquiry Chair and Members related to the Inquiry into EQC.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under section 15D(2)(b)(iii) of the Public Finance Act 1989 on the basis that the amount (or annual average equivalent) of the appropriation is less than \$5 million for expenses.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Current Government						
Funding for an Inquiry into the Earthquake Commission (EQC)	2017/18	216	648	-	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2018/19 is due to an expected full year of activity with a corresponding increase in expenditure when compared with a partial year's activity in the previous year.

Local Authority Emergency Expenses PLA (M11)

Scope of Appropriation

This appropriation is limited to reimbursing a local authority for, or meeting, expenses incurred by a local authority in connection with an emergency as authorised by section 115A of the Civil Defence Emergency Management Act 2002.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	15,000	15,000	5,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve reimbursement of local authorities for the purposes of reimbursing, or meeting, expenses incurred by them in connection with an emergency as authorised by section 115A of the Civil Defence Emergency Management Act 2002.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Claims received against the appropriation will be assessed in conjunction with approved criteria as set out in clause 33 of the Guide to the National Civil Defence Emergency Management Plan	100%	100%	100%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister of Civil Defence in a report appended to the Department of the Prime Minister and Cabinet's 2018/19 Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Previous Government						
New appropriation for the purposes of reimbursing, or meeting, expenses incurred by local authorities in connection with an emergency	2016/17	15,000	5,000	5,000	5,000	5,000

Reasons for Change in Appropriation

The decrease in this appropriation for 2018/19 is due to the return to a base level of expected expenditure for reimbursements to local authorities after an increase in previous years due to a number of major emergencies.

Rehabilitation of Kaikōura Harbour (M11)*Scope of Appropriation*

This appropriation is limited to a contribution to the Kaikōura District Council acting on behalf of Environment Canterbury for work necessary to restore the functionality of Kaikōura Harbour.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,470	2,470	300

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the restoration of the functionality of Kaikōura Harbour.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under section 15D(2)(b)(ii) of the Public Finance Act 1989 on the basis that end-of-year performance information for the appropriation or category is not likely to be informative, because the appropriation is solely for a payment in respect of works to rehabilitate the Kaikōura Harbour which were completed in 2017/18.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Current Government						
Funding to provide additional Crown support for Kaikōura District Council	2018/19	-	300	-	-	-
Previous Government						
Funding for the Rehabilitation of Kaikōura Harbour	2016/17	2,470	-	-	-	-

Reasons for Change in Appropriation

The decrease in this appropriation for 2018/19 is due to the majority of work related to the Rehabilitation of Kaikōura Harbour completed in 2017/18, more than offsetting new funding received for final costs of completion in 2018/19.

Conditions on Use of Appropriation

Reference	Conditions
Kaikōura Earthquake: Support for Rehabilitating Kaikōura Harbour	Agreed that the Kaikōura District Council be able to drawdown the funding in phases by approval from the Minister of Civil Defence, based on recommendations from the joint governance group.

Remuneration of Commissioners of Intelligence Warrants PLA (M52)

Scope of Appropriation

This appropriation is limited to the salaries and allowances of Commissioners of Intelligence Warrants as authorised by clause 3(1) of Schedule 3 of the Intelligence and Security Act 2017.

Expenses

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	174	174	174

What is Intended to be Achieved with this Appropriation

This permanent appropriation provides for payment to Commissioners of Intelligence Warrants of salaries and allowances as determined by the Remuneration Authority.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under section 15D(2)(b)(ii) of the Public Finance Act 1989 on the basis that end-of-year performance information for the appropriation or category is not likely to be informative, because this appropriation is solely for payments of salaries and allowances to the Commissioners of Intelligence Warrants.

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

Multi-Category Expenses and Capital Expenditure

Emergency Management (M11)

Overarching Purpose Statement

The overarching purpose of this MCA is to support communities to be resilient by enhancing their capacity and capability to manage civil defence emergencies.

Scope of Appropriation

Departmental Output Expenses

Community Awareness and Readiness

This category is limited to the development and delivery of long-term national programmes to raise individual and community awareness and preparedness.

Emergency Sector and Support and Development

This category is limited to developing and implementing operational policies and projects, advice, assistance and information to the civil defence and emergency management sector.

Management of Emergencies

This category is limited to management of national emergency readiness, response and recovery, including support to local civil defence emergency management organisations, maintaining the National Crisis Management Centre in a state of readiness, national training and exercises, coordination and management of central government's response and recovery activities and administration of related expenses.

Policy Advice - Emergency Management

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 civil defence emergency matters.

Expenses, Revenue and Capital Expenditure

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	27,804	26,889	15,530
Departmental Output Expenses			
Community Awareness and Readiness	2,684	2,600	1,938
Emergency Sector and Support and Development	7,131	7,081	5,644
Management of Emergencies	17,458	16,708	7,005
Policy Advice - Emergency Management	531	500	943

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Funding for Departmental Output Expenses			
Revenue from the Crown	25,174	24,259	15,300
Community Awareness and Readiness	2,661	2,577	1,915
Emergency Sector and Support and Development	5,410	5,360	5,523
Management of Emergencies	16,572	15,822	6,919
Policy Advice - Emergency Management	531	500	943
Revenue from Others	2,630	2,630	230
Community Awareness and Readiness	23	23	23
Emergency Sector and Support and Development	1,721	1,721	121
Management of Emergencies	886	886	86

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the enablement and facilitation of leadership in promoting resilience to hazard risks and development of capability and capacity in civil defence emergency management.

How Performance will be Assessed for this Appropriation

	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
New Zealand communities are aware of their hazards and risks, are prepared and resilient, and are able to respond and recover from an emergency.	85%	85%	85%

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

	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Departmental Output Expenses			
Community Awareness and Readiness			
This category is intended to ensure that programmes are in place to enable the community to prepare and react to emergency events			
Availability of the civil defence website 24 hours a day, 7 days a week, at least:	99.9%	99.9%	99.9%
The proportion of New Zealanders who have taken action to prepare for an emergency in the last 12 months will increase on the previous year by (See Note 1):	2%	2%	2%
The proportion of New Zealanders who know the correct action to take during an earthquake will increase on the previous year by (see Note 2):	2%	2%	2%

	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The proportion of New Zealanders who know the correct action to take if they feel a long or strong earthquake near the coast will increase on the previous year by (see Note 3):	2%	2%	2%
Emergency Sector and Support and Development			
This category is intended to develop and implement operational policies and projects, advice, assistance and information to the civil defence and emergency management sector.			
The number of Director Guidelines, Technical Standards and Codes that are either reviewed or published (see Note 4) will be at least:	2 per year	2 per year	2 per year
Satisfaction is at least 6 in relation to the two measures below (see Note 5):			
<ul style="list-style-type: none"> If a Guideline, Technical Standard, or Code was required did it meet the CDEM sector users' needs (see Note 4) 	6	6	6
<ul style="list-style-type: none"> MCDEM supports capability development by facilitating learning and training activities for organisations with responsibilities under the Civil Defence Emergency Management Act 	6	6	6
The number of CDEM initiatives developed or implemented in partnership with the public sector, private sector and/or the not-for-profit sector will be at least:	5	5	5
Management of Emergencies			
This category is intended to enable management of national emergency readiness, response and recovery operations.			
National Warning System tests conducted, at least:	4	4	4
An initial National Warning is issued within 20 minutes of the Duty Manager's decision to issue a National Warning	100%	100%	100%
National Crisis Management Centre managed, during activations, with:			
<ul style="list-style-type: none"> An initial Action Plan is issued within 24 hours of a Mode 3 or 4 National Crisis Management Centre / National Coordination Centre activation 	Achieved	Achieved	Achieved
<ul style="list-style-type: none"> Critical information technology systems available and operating at agreed performance levels 	95%	95%	95%
<ul style="list-style-type: none"> Back-up information technology systems and equipment fully functional, at least 	99.8%	99.8%	99.8%
National Crisis Management Centre activations reviewed:			
<ul style="list-style-type: none"> The MCDEM Leadership Team reviews the amalgamated corrective actions plan at least 4 times during each financial year and ensures target dates are on track (or adjusts target dates when events outside MCDEM's control, such as natural disasters, occur) 	Achieved	Achieved	Achieved
Policy Advice - Emergency Management			
This category is intended to ensure that decisions by Ministers on matters relating to civil defence emergency management are supported with world-class advice, assessments and processes.			

Assessment of Performance	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
A sample of policy advice fits within the target ranges for quality (see Note 6)	Achieved	Achieved	Achieved
The satisfaction of the responsible Minister with the policy advice service, as measured using the Common Satisfaction Survey (see Note 7), is at least:	6	6	6
Total cost per hour of producing outputs.	\$90-\$120	\$90-\$120	\$90-\$120

Note 1 - The baseline for 2015/16 was 47%, the baseline for 2016/17 was 57%.

Note 2 - The baseline for 2016/17 was 73%.

Note 3 - The baseline for 2016/17 was 83%.

Note 4 - Relevant publications are those found on Ministry of Civil Defence & Emergency Management publications list website <http://www.civildefence.govt.nz/resource/publications>.

Note 5 - Satisfaction performance measure involves a 10-point scale, where 1 means fell well short of expectations and 10 means far exceeded expectations.

Note 6 - A sample of the department's policy advice will be assessed by a panel using the Policy Project quality framework. The target ranges for the quality of our policy advice are: that 70% of our assessed papers will score 7 or more, and that 30% will score 8 or more out of 10, with 10 being the highest quality.

Note 7 - The Common Satisfaction Survey measures Ministers' satisfaction with the quality, timeliness and value for money of policy advice on a scale from 1 to 10, where 1 means fell well short of expectations and 10 means far exceeded expectations.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Department of the Prime Minister and Cabinet in the 2018/19 Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Previous Government						
Funding for operating costs for the Christchurch Justice and Emergency Services Precinct	2017/18	-	40	40	40	40
Funding to increase capacity and capability to manage emergencies	2016/17	1,800	1,800	1,800	1,800	1,800
Funding for operating costs for the Christchurch Justice and Emergency Services Precinct	2016/17	40	-	-	-	-

Reasons for Change in Appropriation

The decrease in this appropriation for 2018/19 is due to:

- \$1.600 million decrease in funding of emergency sector support and development through the partnership programme with the Ministry of Foreign Affairs and Trade. This funding will be confirmed later in 2018/19 in accordance with the Memorandum of Understanding
- \$1.900 million decrease in expected costs of supporting the November 2016 Kaikōura earthquake and tsunami response and recovery, and
- \$8.500 million decrease in funding for Cell Broadcast Alerting due to the completion of the project in 2017/18 and transition to ongoing operational funding from 2018/19.

Government House Buildings and Assets (M52)*Overarching Purpose Statement*

The overarching purpose of this appropriation is maintaining the Government House buildings and related assets in Wellington and Auckland to the standards necessary to fulfil their constitutional, ceremonial and community roles.

*Scope of Appropriation***Non-Departmental Other Expenses***Depreciation of Crown Assets*

This category is limited to depreciation expenses on the Government House buildings and related assets.

Government House - Maintenance

This category is limited to the ongoing maintenance of the Government House buildings and related assets, and the grounds on which they are located.

Non-Departmental Capital Expenditure*Government House - Capital Investment*

This category is limited to investment necessary to preserve the functionality and value of the Government House buildings and related assets.

Expenses, Revenue and Capital Expenditure

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,542	2,380	3,362
Non-Departmental Other Expenses			
Depreciation of Crown Assets	1,762	1,000	1,962
Government House - Maintenance	800	600	600
Non-Departmental Capital Expenditure			
Government House - Capital Investment	980	780	800

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an ongoing programme of planned capital and maintenance for Government Houses.

How Performance will be Assessed for this Appropriation

Assessment of Performance	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
The Governor-General's official residences are well maintained with maintenance, heritage and gardening plans adhered to	Plans are adhered to	Plans are adhered to	Plans are adhered to

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

Assessment of Performance	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Other Expenses			
Depreciation of Crown Assets			
This category is intended to achieve the funding of depreciation expenses for Government buildings and related assets.			
An exemption was granted under section 15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for depreciation expenses on Government Houses in Wellington and Auckland and their contents	Exempt	Exempt	Exempt
Government House - Maintenance			
This category is intended to achieve the maintenance of all Government House properties to the standard required			
An exemption was granted under section 15D(2)(b)(iii) of the PFA, as the amount of the annual appropriation is less than \$5 million for expenses	Exempt	Exempt	Exempt
Non-Departmental Capital Expenditure			
Government House - Capital Investment			
This category is intended to achieve preservation of the functionality and value of Government House buildings and assets			
An exemption was granted under section 15D(2)(b)(iii) of the PFA, as the amount of the appropriation is less than \$15 million for capital expenditure	Exempt	Exempt	Exempt

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Department of the Prime Minister and Cabinet in its 2018/19 Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Previous Government						
Government House - Maintenance Non-Departmental Other Expenses	2016/17	600	600	600	600	600
Government House - Capital Investment Non-Departmental Expenses	2016/17	400	400	400	400	400

Reasons for Change in Appropriation

The decrease in this appropriation for 2018/19 is due to a \$180,000 reduction in capital investment, which reflects the cyclical nature of the routine replacement of Government House's fixed assets.

Policy Advice and Support Services (M52)*Overarching Purpose Statement*

The overarching purpose of this appropriation is to provide policy advice to support decision-making by the Prime Minister and the Cabinet and provide support services to the Prime Minister, Cabinet and its committees, the Executive Council, and the Governor General.

*Scope of Appropriation***Departmental Output Expenses***National Security Priorities and Intelligence Coordination*

This category is limited to leadership and coordination around national security matters, leading collaboration within the New Zealand intelligence community and providing intelligence assessments to support national security priorities.

Policy Advice - Child Poverty Reduction

This category is limited to 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 child poverty reduction.

Policy Advice - Prime Minister and Cabinet

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 the Prime Minister and the Cabinet.

Science Advisory Committee

This category is limited to the purchase of high-quality scientific advice to the Prime Minister.

Support Services to the Governor-General and Maintenance of the Official Residences

This category is limited to financial, administrative, communications and advisory services for the Governor-General; and services to maintain the Governor-General's residences.

Support, Secretariat and Coordination Services

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 support for the coordination of the Government's legislation programme; secretariat services to the Executive Council, Cabinet and its committees; and administration of the New Zealand Honours system.

Expenses, Revenue and Capital Expenditure

	2017/18		2018/19
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	28,769	27,957	28,586
Departmental Output Expenses			
National Security Priorities and Intelligence Coordination	10,892	10,700	11,417
Policy Advice - Child Poverty Reduction	-	-	1,873
Policy Advice - Prime Minister and Cabinet	7,314	6,864	4,542
Science Advisory Committee	725	725	675
Support Services to the Governor-General and Maintenance of the Official Residences	4,020	3,900	4,139
Support, Secretariat and Coordination Services	5,818	5,768	5,940
Funding for Departmental Output Expenses			
Revenue from the Crown	26,874	26,062	28,556
National Security Priorities and Intelligence Coordination	10,337	10,145	11,417
Policy Advice - Child Poverty Reduction	-	-	1,873
Policy Advice - Prime Minister and Cabinet	6,069	5,619	4,542
Science Advisory Committee	675	675	675
Support Services to the Governor-General and Maintenance of the Official Residences	3,990	3,870	4,109
Support, Secretariat and Coordination Services	5,803	5,753	5,940
Revenue from Others	1,895	1,895	30
National Security Priorities and Intelligence Coordination	555	555	-
Policy Advice - Prime Minister and Cabinet	1,245	1,245	-
Science Advisory Committee	50	50	-
Support Services to the Governor-General and Maintenance of the Official Residences	30	30	30
Support, Secretariat and Coordination Services	15	15	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the enablement and facilitation of decision making by executive government through the delivery of policy advice and support services to the Prime Minister, Cabinet and its committees, the Executive Council and the Governor-General.

How Performance will be Assessed for this Appropriation

	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The satisfaction of the Prime Minister and the Governor-General, with the quality of services and/or support provided by the Department of the Prime Minister and Cabinet is at least:	6	6	6

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

	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Departmental Output Expenses			
National Security Priorities and Intelligence Coordination			
This category is intended to ensure that New Zealand has world-class processes in place to deal with national security events and emergencies, and an intelligence community that is trusted, integrated, customer-oriented and crucial to building national resilience (see Note 1).			
The satisfaction of the Prime Minister with the leadership and coordination around national security matters, leading collaboration within the New Zealand intelligence community and providing intelligence assessments to support national security priorities (see Note 2) is at least:	6	6	6
Policy Advice - Prime Minister and Cabinet			
This category is intended to ensure that decisions by the Prime Minister and Cabinet are supported with appropriate advice.			
The satisfaction of the Prime Minister with the policy advice service, as measured using the Common Satisfaction Survey (see Note 3) is at least:	6	6	6
The satisfaction of the Minister for Child Poverty Reduction with the advice provided by the Child Poverty Unit and the Child Wellbeing Strategy Unit, as measured using the Common Satisfaction Survey is at least:	New Measure	New Measure	6
The total cost per hour of producing outputs	\$90-120	\$90-120	\$90-120
Science Advisory Committee			
This category is intended to achieve the provision of high-quality scientific advice to the Prime Minister.			
The satisfaction of the Prime Minister with the scientific advice provided, as measured using the Common Satisfaction Survey (see Note 3) is at least:	6	6	6
Support Services to the Governor-General and Maintenance of the Official Residences			
This category is intended to ensure the Governor-General is appropriately advised and supported in carrying out his or her constitutional, ceremonial, community and international roles. This is intended to be achieved through effective advisory, operational, financial, administrative and communications support being provided to the Governor-General. It is also intended to ensure that the official residences are appropriately maintained.			
The satisfaction of the Governor-General with services provided as measured using the Common Satisfaction Survey (see Note 4) is at least:	6	6	6
The satisfaction of the Building and Grounds Committee with support and advice in relation to the maintenance of the official residences (see Note 5) is at least:	6	6	6

Assessment of Performance	2017/18		2018/19
	Final Budgeted Standard	Estimated Actual	Budget Standard
Support, Secretariat and Coordination Services			
This category is intended to achieve the provision of effective support to the Prime Minister and Ministers to enable them to discharge their portfolio responsibilities, and to support the coordination of the Government's legislation programme, provide secretarial services to the Executive Council, Cabinet and its committees, and to administer the New Zealand Royal Honours system.			
Cabinet and Cabinet committee minutes requiring subsequent amendment (excluding amendments made as the result of Cabinet decisions)	0.5%	0.5%	0.5%
Papers for Cabinet and Cabinet committee meetings will be published on CabNet by the close of business, two days before the meeting (subject to on-time lodgement in CabNet)	90%	90%	90%
Cabinet minutes will be published on CabNet by the close of business, three days after the Cabinet meeting	95%	95%	95%
The satisfaction of the Governor-General with the services provided as measured using the Common Satisfaction Survey (see Note 4) is at least:	6	6	6
The satisfaction of the Prime Minister with services provided as measured using the Common Satisfaction Survey (see Note 4) is at least:	6	6	6

Note 1 - The National Security Priorities and Intelligence Coordination category encompasses three primary functions: gathering information, assessment of information and intelligence coordination.

Note 2 - The Security & Intelligence Group (SIG) has undertaken a comprehensive review of the existing performance measures within MCA category "National Security Priorities and Intelligence Coordination." As a result, the department has replaced the existing four performance measures. The replacement performance measure is more targeted towards the intention of the MCA category, and towards our key customer - the Prime Minister and the Minister for National Security and Intelligence.

Note 3 - The Common Satisfaction Survey measures the Prime Minister's satisfaction with the quality, timeliness and value for money of policy advice on a scale from 1 to 10, where 1 means fell well short of expectations and 10 means far exceeded expectations.

Note 4 - This performance measure and standard have been brought into line with the way satisfaction is measured across DPMC.

Note 5 - The Building and Grounds Committee's role is to ensure the Capital and Long-Term Maintenance Plan developed by Government House and formally approved by the Chief Executive is properly devised and then implemented. The committee receives support and advice from DPMC officials following the development of the Plan regarding its implementation. The committee's satisfaction will be assessed through an annual feedback form.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Department of the Prime Minister and Cabinet in the 2018/19 Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2017/18 Final Budgeted \$000	2018/19 Budget \$000	2019/20 Estimated \$000	2020/21 Estimated \$000	2021/22 Estimated \$000
Current Government						
Funding for the establishment and operation of a Child Poverty Unit	2018/19	-	1,873	1,946	2,022	2,101
Previous Government						
Funding for the direction, coordination and provision of intelligence assessments to support national intelligence priorities	2016/17	1,700	2,500	3,300	3,300	3,300
Revised funding to the Science Advisory Committee due to a new Memorandum of Understanding	2015/16	120	120	120	120	120
Share of costs of Budget 2015 whole-of-government initiatives	2015/16	(57)	(43)	(43)	(43)	(43)
Rephasing of baseline to address future cost pressures	2014/15	110	110	-	-	-
Additional funding to support CabNet	2014/15	1,462	1,462	1,462	1,462	1,462

Reasons for Change in Appropriation

The net decrease in this appropriation for 2018/19 is \$183,000 due to:

- \$1.873 million increase in funding for the Child Poverty Unit, and
- \$800,000 increase in funding for the 2016/17 policy initiative for the provision of intelligence assessments.

Offset by:

- \$2.856 million decrease reflecting the reduction in costs of initiatives funded by other agencies and staff secondments to other entities.