

Vote Defence Force

APPROPRIATION MINISTER(S): Minister of Defence (M22), Minister for Veterans (M75)

APPROPRIATION ADMINISTRATOR: New Zealand Defence Force

RESPONSIBLE MINISTER FOR NEW ZEALAND DEFENCE FORCE: Minister of Defence

Details of Appropriations and Capital Injections

Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2017/18		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Departmental Output Expenses			
Air Force Capabilities Prepared for Joint Operations and Other Tasks (M22) This appropriation is limited to the generation of Air Force capabilities that achieve the levels of readiness for military operations and other tasks as directed by the Government of New Zealand.	766,189	44,027	810,216
Army Capabilities Prepared for Joint Operations and Other Tasks (M22) This appropriation is limited to the generation of Army capabilities that achieve the levels of readiness for military operations and other tasks as directed by the Government of New Zealand.	830,732	(8,480)	822,252
Navy Capabilities Prepared for Joint Operations and Other Tasks (M22) This appropriation is limited to the generation of Navy capabilities that achieve the levels of readiness for military operations and other tasks as directed by the Government of New Zealand.	446,792	(8,727)	438,065
Total Departmental Output Expenses	2,043,713	26,820	2,070,533
Departmental Other Expenses			
Loss on Sale of Physical Assets (M22) This appropriation is limited to providing for the loss on sale of certain New Zealand Defence Force commercial properties.	4,860	-	4,860
Total Departmental Other Expenses	4,860	-	4,860
Departmental Capital Expenditure			
New Zealand Defence Force - Capital Expenditure PLA (M22) This appropriation is limited to the purchase or development of assets by and for the use of the New Zealand Defence Force, as authorised by section 24(1) of the Public Finance Act 1989.	708,219	(248,219)	460,000
Total Departmental Capital Expenditure	708,219	(248,219)	460,000
Non-Departmental Output Expenses			
Development and Maintenance of Services Cemeteries (M75) This appropriation is limited to the development and maintenance of Services Cemeteries.	746	-	746
Total Non-Departmental Output Expenses	746	-	746

	2017/18		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Benefits or Related Expenses			
Assessments, Treatment & Rehabilitation (M75) This appropriation is limited to the payment of the costs of assessments, treatment (including associated aids and appliances), and social and vocational rehabilitation provided for under the Veterans' Support Act 2014 and associated regulations.	11,593	3,586	15,179
Special Annuities (M75) This appropriation is limited to paying annuities authorised by Cabinet to recognise a special contribution by the recipient to New Zealand society.	89	1	90
Veterans' Independence Programme (M75) This appropriation is limited to provision of services and support to assist eligible veterans and their families.	11,246	(327)	10,919
Veterans Support Entitlement (M75) This appropriation is limited to the payment of entitlements (in respect of the impairment or death of veterans determined to be related to qualifying operational service occurring at any time or qualifying routine service occurring prior to 1 April 1974) to veterans and their spouses, partners, children and dependants under the Veterans' Support Act 2014 and associated regulations and to the provision for grandparented loans of the differential between 3% or 5% Rehabilitation Loan rate and the current market rate as set out in the Rehabilitation Act 1941 for interest concessions on land and buildings.	90,915	3,524	94,439
Total Benefits or Related Expenses	113,843	6,784	120,627
Non-Departmental Other Expenses			
Debt Write-Down for Benefits and Other Unrequited Expenses (M75) This appropriation is limited to the write-down of Crown debtors administered by the New Zealand Defence Force due to the requirement to comply with Crown accounting policies and generally accepted accounting principles.	250	-	250
Ex-Gratia Payments and Comprehensive Medical Assessments for Vietnam Veterans (M75) This appropriation is limited to the ex-gratia payments to Vietnam veterans and/or members of their family with accepted conditions and for the annual comprehensive medical assessments for Vietnam veterans.	1,100	(270)	830
Fair Value Write Down on Veteran Trust Loans and Thirty-Year Endowment (M75) This appropriation is limited to providing for the fair value write down on the Veteran Trust loans and the thirty-year endowment to the Vietnam Veterans and their Families Trust.	203	-	203
Grant Payments to Non-Government Organisations (M75) This appropriation is limited to grant payments to Non-Government Organisations in their support of veterans and their families.	-	270	270
Veteran Assistance to Attend Commemorations and Revisit Battlefields (M75) This appropriation is limited to providing assistance to veterans to enable them to attend official commemorations or revisit battlefields.	340	-	340
Total Non-Departmental Other Expenses	1,893	-	1,893

	2017/18		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Multi-Category Expenses and Capital Expenditure			
Advice to the Government MCA (M22) The overarching purpose of this appropriation is to support Ministers in discharging their portfolio responsibilities.	10,691	14	10,705
Departmental Output Expenses			
<i>Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to defence and the NZDF.	3,723	4	3,727
<i>Situational Awareness</i> This category is limited to the provision of effective military intelligence services to the Government in support of decision-making for the defence and security of New Zealand.	5,015	8	5,023
<i>Supporting Ministers</i> This category is limited to the provision of services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities.	1,953	2	1,955
Operations Contributing to New Zealand's Security, Stability and Interests MCA (M22) The overarching purpose of this appropriation is the employment of New Zealand's Armed Forces overseas at the Government's direction.	49,001	3,423	52,424
Departmental Output Expenses			
<i>Military Operations in Support of a Rules-Based International Order</i> This category is limited to the costs of generating operational military capabilities and the employment of the New Zealand Armed Forces for the conduct of operations, as directed by the Government.	48,492	3,423	51,915
<i>Military Operations that Contribute to Regional Security</i> This category is limited to the costs of providing specialised support to all-of-government efforts to maintain security and stability in New Zealand's immediate neighbourhood including responses to events that impact on the safety and wellbeing of regional populations, as directed by the Government.	509	-	509
Policy Advice and Other Services for Veterans MCA (M75) The overarching purpose of this appropriation is to provide policy advice and other support to Ministers in discharging their policy decision-making and other portfolio responsibilities, and the provision of services and payments to veterans.	10,114	-	10,114
Departmental Output Expenses			
<i>Administration Services</i> This category is limited to the provision of services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities, the coordination of commemorations, the provision of administration services to relevant boards and committees and the administration of contracts for service for maintenance and development work carried out in Service Cemeteries.	2,869	-	2,869
<i>Policy Advice</i> This category is limited to the provision of policy 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 Veterans' Affairs.	976	(550)	426
<i>Repatriation of New Zealanders Interred Overseas as a Result of a Military Burial: Te Auraki (The Return)</i> This category is limited to the repatriation of service personnel and dependants buried abroad as a result of a military burial since 1 January 1955.	-	550	550
<i>Services and Payments to Veterans</i> This category is limited to the assessment, review and payment of entitlements and benefits (War Disablement Pensions and related concessions, and allowances and Surviving Spouse Pensions), the assessment and review of entitlement for burial in Service Cemeteries, the installation of ex-service memorials for eligible veterans, and the provision of case management for veterans and their families.	6,269	-	6,269

	2017/18		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Protection of New Zealand and New Zealanders MCA (M22)	444,522	(4,727)	439,795
The overarching purpose of this appropriation is to protect New Zealand's sovereignty and provide security and other services for New Zealanders.			
Departmental Output Expenses			
<i>Assistance to the Civil Power and Provision of a Public Service in Emergency Situations</i>	71,560	2,128	73,688
This category is limited to the costs of specialist military capabilities and Defence Force resources provided to the civil power in an emergency and for urgent work of national importance.			
<i>Defence International Engagement</i>	102,303	(4,120)	98,183
This category is limited to the provision of services and utility of the Defence Force to support foreign policy objectives that strengthen security and avert conflict.			
<i>Defence Support to the Community</i>	48,723	(4,170)	44,553
This category is limited to the costs of providing Defence Force resources for the betterment of the community at large and to inform the public's awareness of the proficiency and practice of the Armed Forces.			
<i>Military Assistance to Civil Authorities in Non-Emergency Situations</i>	34,212	667	34,879
This category is limited to the costs of Defence Force resources, services and non-emergency assistance periodically provided to the Government and civil authorities.			
<i>Resource and Border Protection Operations</i>	187,724	768	188,492
This category is limited to the sharing of information and provision of resources to support all-of-government efforts to protect New Zealand's borders and offshore maritime interests.			
Total Multi-Category Expenses and Capital Expenditure	514,328	(1,290)	513,038
Total Annual and Permanent Appropriations	3,387,602	(215,905)	3,171,697

Capital Injection Authorisations

	2017/18		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
New Zealand Defence Force - Capital Injection (M22)	196,078	10,209	206,287

Supporting Information

Part 1 - Vote as a Whole

1.2 - Trends in the Vote

Summary of Financial Activity

	2017/18				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	2,044,459	26,820	-	26,820	2,071,279
Benefits or Related Expenses	113,843	N/A	6,784	6,784	120,627
Borrowing Expenses	-	-	-	-	-
Other Expenses	6,753	-	-	-	6,753
Capital Expenditure	708,219	(248,219)	-	(248,219)	460,000
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	514,328	(1,290)	-	(1,290)	513,038
<i>Other Expenses</i>	-	-	-	-	-
<i>Capital Expenditure</i>	-	N/A	-	-	-
Total Appropriations	3,387,602	(222,689)	6,784	(215,905)	3,171,697
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	-	N/A	-	-	-
Capital Receipts	-	N/A	-	-	-
Total Crown Revenue and Capital Receipts	-	N/A	-	-	-

Part 2 - Details of Departmental Appropriations

2.1 - Departmental Output Expenses

Air Force Capabilities Prepared for Joint Operations and Other Tasks (M22)

Scope of Appropriation

This appropriation is limited to the generation of Air Force capabilities that achieve the levels of readiness for military operations and other tasks as directed by the Government of New Zealand.

Expenses and Revenue

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	766,189	44,027	810,216
Revenue from the Crown	764,215	43,590	807,805
Revenue from Others	1,974	437	2,411

Reasons for Change in Appropriation

This appropriation increased by \$44.027 million to \$810.216 million for 2017/18. The increase relates to:

- increased funding of \$35 million transferred from other appropriations as NZDF has adjusted how its funding is allocated to reflect the activities completed by NZDF to deliver outputs
- increased funding of \$9.028 million in Capital Charge as a result of the revaluation of assets, and
- increased funding of \$437,000 as a result of increased cost recoveries from visiting foreign militaries participating in training activities.

This was partially offset by:

- a transfer of \$438,000 to 'Military Operations in support of a Rules-Based International Order' to provide air support for deployments assisting maritime security in the Middle East.

Army Capabilities Prepared for Joint Operations and Other Tasks (M22)

Scope of Appropriation

This appropriation is limited to the generation of Army capabilities that achieve the levels of readiness for military operations and other tasks as directed by the Government of New Zealand.

Expenses and Revenue

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	830,732	(8,480)	822,252
Revenue from the Crown	829,849	(8,480)	821,369
Revenue from Others	883	-	883

Reasons for Change in Appropriation

This appropriation decreased by \$8.480 million to \$822.252 million in 2017/18. This decrease is a result of:

- reduced funding of \$12 million transferred to 'Air Force Capabilities Prepared for Joint Operations and Other Tasks' as NZDF has adjusted how its funding is allocated to reflect the activities completed by NZDF to deliver outputs, and
- an expense transfer of \$1.520 million from 2017/18 to future periods to enable the continuation and successful completion of the implementation of the Defence Force Logistics project.

This was partially offset by:

- increased funding of \$5.040 million in Capital Charge as a result of the revaluation of assets.

Navy Capabilities Prepared for Joint Operations and Other Tasks (M22)

Scope of Appropriation

This appropriation is limited to the generation of Navy capabilities that achieve the levels of readiness for military operations and other tasks as directed by the Government of New Zealand.

Expenses and Revenue

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	446,792	(8,727)	438,065
Revenue from the Crown	445,469	(8,727)	436,742
Revenue from Others	1,323	-	1,323

Reasons for Change in Appropriation

This appropriation decreased by \$8.727 million to \$438.065 million in 2017/18. This decrease was a result of:

- reduced funding of \$14 million transferred to 'Air Force Capabilities Prepared for Joint Operations and Other Tasks' as NZDF has adjusted how its funding is allocated to reflect the activities completed by NZDF to deliver outputs.

This was partially offset by:

- increased funding of \$5.273 million in Capital Charge as a result of the revaluation of assets.

2.3 - Departmental Capital Expenditure and Capital Injections

New Zealand Defence Force - Capital Expenditure PLA (M22)

Scope of Appropriation

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

Capital Expenditure

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	700,608	(252,062)	448,546
Intangibles	7,611	3,843	11,454
Other	-	-	-
Total Appropriation	708,219	(248,219)	460,000

Reasons for Change in Appropriation

This appropriation decreased by \$248.219 million to \$460 million in 2017/18. This decrease reflects changed forecast assumptions regarding the timing of the approval for capital projects and to reflect delays in implementation and procurement of capability projects, such as the Defence Frigate System Upgrade and Network Enabled Army, through 2016/17 and 2017/18.

*Capital Injections and Movements in Departmental Net Assets***New Zealand Defence Force**

Details of Net Asset Schedule	2017/18 Main Estimates Projections \$000	2017/18 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2017/18
Opening Balance	6,125,844	6,493,622	Supplementary Estimates opening balance reflects the audited results as at 30 June 2017.
Capital Injections	196,078	206,287	Capital Injections for projects to enhance and maintain the capability of the New Zealand Defence Force in line with the Defence White Paper 2016. The Capital Injections increased by \$10.209 million due to cabinet approval to provide additional funding for Defence Frigate Systems Upgrade. The Capital Injections in 2017/18 of \$206.287 million are made up of Maritime Sustainment Capability (\$64.410 million); Underwater Intelligence, Surveillance and Reconnaissance (\$36.111 million); Defence Estate Regeneration Plan - Tranche 1 (\$36 million); Counter Explosive Hazards (\$28.238 million); Defence Force Logistics (\$23.779 million); and Frigate Systems Upgrade (\$17.749 million).
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	6,321,922	6,699,909	

Part 3 - Details of Non-Departmental Appropriations

3.2 - Non-Departmental Benefits or Related Expenses

Assessments, Treatment & Rehabilitation (M75)

Scope of Appropriation

This appropriation is limited to the payment of the costs of assessments, treatment (including associated aids and appliances), and social and vocational rehabilitation provided for under the Veterans' Support Act 2014 and associated regulations.

Expenses

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	11,593	3,586	15,179

Reasons for Change in Appropriation

This appropriation increased by \$3.586 million to \$15.179 million in 2017/18 as a result of increases in the cost of services provided and the level of demand for services.

Special Annuities (M75)

Scope of Appropriation

This appropriation is limited to paying annuities authorised by Cabinet to recognise a special contribution by the recipient to New Zealand society.

Expenses

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	89	1	90

Reasons for Change in Appropriation

This appropriation increased by \$1,000 to \$90,000 in 2017/18 as a result of Consumer Price Index adjustments.

Veterans' Independence Programme (M75)

Scope of Appropriation

This appropriation is limited to provision of services and support to assist eligible veterans and their families.

Expenses

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	11,246	(327)	10,919

Reasons for Change in Appropriation

This appropriation decreased by \$327,000 to \$10.919 million in 2017/18 due to forecasted decreases in demand for services.

Veterans Support Entitlement (M75)

Scope of Appropriation

This appropriation is limited to the payment of entitlements (in respect of the impairment or death of veterans determined to be related to qualifying operational service occurring at any time or qualifying routine service occurring prior to 1 April 1974) to veterans and their spouses, partners, children and dependants under the Veterans' Support Act 2014 and associated regulations and to the provision for grandparented loans of the differential between 3% or 5% Rehabilitation Loan rate and the current market rate as set out in the Rehabilitation Act 1941 for interest concessions on land and buildings.

Expenses

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	90,915	3,524	94,439

Reasons for Change in Appropriation

This appropriation increased by \$3.524 million to \$94.439 million in 2017/18 as a result of increased demand for services and adjustments for increases in the Consumer Price Index.

3.4 - Non-Departmental Other Expenses

Ex-Gratia Payments and Comprehensive Medical Assessments for Vietnam Veterans (M75)

Scope of Appropriation

This appropriation is limited to the ex-gratia payments to Vietnam veterans and/or members of their family with accepted conditions and for the annual comprehensive medical assessments for Vietnam veterans.

Expenses

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	1,100	(270)	830

Reasons for Change in Appropriation

This appropriation decreased by \$270,000 to \$830,000 in 2017/18 as a result of a one-off transfer to Grant Payments to Non-Government Organisations.

Grant Payments to Non-Government Organisations (M75)

Scope of Appropriation

This appropriation is limited to grant payments to Non-Government Organisations in their support of veterans and their families.

Expenses

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	270	270

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the payment of grants to Non-Government organisations to assist with their support of veterans and their families.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation for a non-departmental other expense is less than \$5 million.

Reasons for Change in Appropriation

This is a new appropriation in 2017/18. This appropriation increased by \$270,000 to \$270,000 in 2017/18 as a result of a transfer from Ex-Gratia Payments and Comprehensive Medical Assessments for Vietnam Veterans to enable a payment to be made to Non-Government Organisations during the year.

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

Multi-Category Expenses and Capital Expenditure

Advice to the Government (M22)

Overarching Purpose Statement

The overarching purpose of this appropriation is to support Ministers in discharging their portfolio responsibilities.

Scope of Appropriation

Departmental Output Expenses

Policy Advice

This category is limited to the provision of advice (including second opinion advice and policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to defence and the NZDF.

Situational Awareness

This category is limited to the provision of effective military intelligence services to the Government in support of decision-making for the defence and security of New Zealand.

Supporting Ministers

This category is limited to the provision of services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities.

Expenses, Revenue and Capital Expenditure

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	10,691	14	10,705
Departmental Output Expenses			
Policy Advice	3,723	4	3,727
Situational Awareness	5,015	8	5,023
Supporting Ministers	1,953	2	1,955
Funding for Departmental Output Expenses			
Revenue from the Crown	10,691	14	10,705
Policy Advice	3,723	4	3,727
Situational Awareness	5,015	8	5,023
Supporting Ministers	1,953	2	1,955

Reasons for Change in Appropriation

This appropriation increased by \$14,000 to \$10.705 million in 2017/18. This increase is a result of increased funding for Capital Charge as a result of the revaluation of assets.

Operations Contributing to New Zealand's Security, Stability and Interests (M22)

Overarching Purpose Statement

The overarching purpose of this appropriation is the employment of New Zealand's Armed Forces overseas at the Government's direction.

Scope of Appropriation

Departmental Output Expenses

Military Operations in Support of a Rules-Based International Order

This category is limited to the costs of generating operational military capabilities and the employment of the New Zealand Armed Forces for the conduct of operations, as directed by the Government.

Military Operations that Contribute to Regional Security

This category is limited to the costs of providing specialised support to all-of-government efforts to maintain security and stability in New Zealand's immediate neighbourhood including responses to events that impact on the safety and wellbeing of regional populations, as directed by the Government.

Expenses, Revenue and Capital Expenditure

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	49,001	3,423	52,424
Departmental Output Expenses			
Military Operations in Support of a Rules-Based International Order	48,492	3,423	51,915
Military Operations that Contribute to Regional Security	509	-	509
Funding for Departmental Output Expenses			
Revenue from the Crown	48,692	3,423	52,115
Military Operations in Support of a Rules-Based International Order	48,228	3,423	51,651
Military Operations that Contribute to Regional Security	464	-	464
Revenue from Others	309	-	309
Military Operations in Support of a Rules-Based International Order	264	-	264
Military Operations that Contribute to Regional Security	45	-	45

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

Assessment of Performance	2017/18		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Departmental Output Expenses			
Military Operations in Support of a Rules-Based International Order			
<i>The following changes to missions occurred during 2017/18:</i>			
Operation Takapu (Middle East) ceased with effect March 2018	Meet	Meet	Met
Operation Tawhiti (Mali) commenced with effect March 2018	New Measure	Meet	Met

Reasons for Change in Appropriation

This appropriation increased by \$3.423 million to \$52.424 million in 2017/18. This increase is due to:

- increased funding of \$2.985 million for United Nations operations and deployments to the Middle East and South Sudan, and
- fiscally neutral transfers of \$438,000 from other appropriations to support deployments to the Middle East.

Policy Advice and Other Services for Veterans (M75)

Overarching Purpose Statement

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

Scope of Appropriation

Departmental Output Expenses

Administration 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, the coordination of commemorations, the provision of administration services to relevant boards and committees and the administration of contracts for service for maintenance and development work carried out in Service Cemeteries.

Policy Advice

This category is limited to the provision of policy 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 Veterans' Affairs.

Repatriation of New Zealanders Interred Overseas as a Result of a Military Burial: Te Auraki (The Return)

This category is limited to the repatriation of service personnel and dependants buried abroad as a result of a military burial since 1 January 1955.

Services and Payments to Veterans

This category is limited to the assessment, review and payment of entitlements and benefits (War Disablement Pensions and related concessions, and allowances and Surviving Spouse Pensions), the assessment and review of entitlement for burial in Service Cemeteries, the installation of ex-service memorials for eligible veterans, and the provision of case management for veterans and their families.

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

	2017/18		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Departmental Output Expenses			
Repatriation of New Zealanders Interred Overseas as a Result of a Military Burial: Te Auraki (The Return)			
This category is intended to achieve the successful repatriation, where agreed, of New Zealanders interred overseas as a result of a military burial.			
The percentage of families that are satisfied with the repatriation of their relative	New Measure	100%	100%

Protection of New Zealand and New Zealanders (M22)

Overarching Purpose Statement

The overarching purpose of this appropriation is to protect New Zealand's sovereignty and provide security and other services for New Zealanders.

Scope of Appropriation

Departmental Output Expenses

Assistance to the Civil Power and Provision of a Public Service in Emergency Situations

This category is limited to the costs of specialist military capabilities and Defence Force resources provided to the civil power in an emergency and for urgent work of national importance.

Defence International Engagement

This category is limited to the provision of services and utility of the Defence Force to support foreign policy objectives that strengthen security and avert conflict.

Defence Support to the Community

This category is limited to the costs of providing Defence Force resources for the betterment of the community at large and to inform the public's awareness of the proficiency and practice of the Armed Forces.

Military Assistance to Civil Authorities in Non-Emergency Situations

This category is limited to the costs of Defence Force resources, services and non-emergency assistance periodically provided to the Government and civil authorities.

Resource and Border Protection Operations

This category is limited to the sharing of information and provision of resources to support all-of-government efforts to protect New Zealand's borders and offshore maritime interests.

Expenses, Revenue and Capital Expenditure

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	444,522	(4,727)	439,795
Departmental Output Expenses			
Assistance to the Civil Power and Provision of a Public Service in Emergency Situations	71,560	2,128	73,688
Defence International Engagement	102,303	(4,120)	98,183
Defence Support to the Community	48,723	(4,170)	44,553
Military Assistance to Civil Authorities in Non-Emergency Situations	34,212	667	34,879
Resource and Border Protection Operations	187,724	768	188,492

	2017/18		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Funding for Departmental Output Expenses			
Revenue from the Crown	434,936	(5,957)	428,979
Assistance to the Civil Power and Provision of a Public Service in Emergency Situations	71,498	2,128	73,626
Defence International Engagement	99,660	(4,918)	94,742
Defence Support to the Community	42,389	(4,602)	37,787
Military Assistance to Civil Authorities in Non-Emergency Situations	34,212	667	34,879
Resource and Border Protection Operations	187,177	768	187,945
Revenue from Others	9,586	1,230	10,816
Assistance to the Civil Power and Provision of a Public Service in Emergency Situations	62	-	62
Defence International Engagement	2,643	798	3,441
Defence Support to the Community	6,334	432	6,766
Resource and Border Protection Operations	547	-	547

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

	2017/18		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Departmental Output Expenses			
Defence Support to the Community			
<i>The Defence Force ceased providing support to the following measure in early 2017:</i>			
Percentage of satisfaction of the Justice sector (Child, Youth and Family) to deliver the physical aspects of Military-Style Activity Camps and the development of discipline, routine and a sense of self-respect amongst the participants	Not less than 90%	Expired Measure	Expired Measure

Reasons for Change in Appropriation

This appropriation decreased by \$4.727 million to \$439.795 million in 2017/18. This decrease is a result of:

- reduced funding of \$9 million transferred to 'Air Force Capabilities' as NZDF has adjusted how its funding is allocated to reflect the activities completed by NZDF to deliver outputs.

This was partially offset by:

- increased funding of \$2.618 million in Capital Charge as a result of the revaluation of assets
- increased funding of \$798,000 as a result of cost recoveries for services provided to foreign militaries

- increased funding of \$432,000 for the delivery of the Limited Services Volunteer programme for the Ministry of Social Development, and
- increased funding of \$425,000 for a new deployment of an inshore patrol vehicle to Fiji to support their regional security activities.