

# *Vote Finance*

---

APPROPRIATION MINISTER(S): Minister of Climate Change (M12), Minister of Finance (M31), Minister for State Owned Enterprises (M65), Minister for Infrastructure (M80), Minister Responsible for the Earthquake Commission (M86)

DEPARTMENT ADMINISTERING THE VOTE: The Treasury (A40)

RESPONSIBLE MINISTER FOR THE TREASURY: Minister of Finance

# Details of Appropriations and Capital Injections

## Annual Appropriations and Forecast Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Departmental Output Expenses</b>			
<b>Administration of Crown Borrowing, Securities, Derivative Transactions and Investment PLA (M31) (A40)</b> This appropriation is limited to expenses incurred in connection with administering borrowing, securities, derivative transactions and investment by the Crown, as authorised by section 65ZH of the Public Finance Act 1989.	10,105	2,520	12,625
<b>Administration of Guarantees and Indemnities given by the Crown PLA (M31) (A40)</b> This appropriation is limited to expenses incurred in connection with administering of guarantees and indemnities given by the Crown, as authorised by section 65ZG of the Public Finance Act 1989.	3,110	-	3,110
<b>Design and Establishment of Christchurch Regeneration Acceleration Facility (M31) (A40)</b> This appropriation is limited to the design and establishment of the Christchurch Regeneration Acceleration Facility.	-	799	799
<b>Infrastructure Funding and Financing (M31) (A40)</b> This appropriation is limited to provision of advice on, and implementing changes to, Infrastructure Funding and Financing systems and settings.	-	49	49
<b>Shared Support Services (M31) (A40)</b> This appropriation is limited to provision of support services to other agencies.	10,485	(25)	10,460
<b>Southern Response Earthquake Services Independent Oversight Committee (M86) (A40)</b> This appropriation is limited to an Independent Oversight Committee overseeing the settlement of potential obligations of Southern Response Earthquake Services Limited for claims already settled.	-	400	400
<b>Total Departmental Output Expenses</b>	23,700	3,743	27,443
<b>Departmental Capital Expenditure</b>			
<b>The Treasury - Capital Expenditure PLA (M31) (A40)</b> This appropriation is limited to the purchase or development of assets by and for the use of the Treasury, as authorised by section 24(1) of the Public Finance Act 1989.	5,985	-	5,985
<b>Total Departmental Capital Expenditure</b>	5,985	-	5,985
<b>Non-Departmental Output Expenses</b>			
<b>Independent Infrastructure Advice and Oversight (M80) (A40)</b> This appropriation is limited to the New Zealand Infrastructure Commission providing services to improve New Zealand's infrastructure outcomes.	13,488	-	13,488
<b>Inquiries and Research into Productivity-Related Matters (M31) (A40)</b> This appropriation is limited to the undertaking of inquiries into and research on, and promoting public understanding of, productivity-related matters by the New Zealand Productivity Commission in accordance with the New Zealand Productivity Commission Act 2010.	5,030	-	5,030
<b>Management of Anchor Projects by Ōtākaro Limited (M31) (A40)</b> This appropriation is limited to the Crown's contribution to Ōtākaro Limited's operating and financing expenses.	20,000	9,318	29,318

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>			
<b>Management of the New Zealand Superannuation Fund (M31) (A40)</b>	728	-	728
This appropriation is limited to managing the New Zealand Superannuation Fund on behalf of the Crown.			
<b>Total Non-Departmental Output Expenses</b>	39,246	9,318	48,564
<b>Non-Departmental Borrowing Expenses</b>			
<b>Debt Servicing PLA (M31) (A40)</b>	3,521,709	(359,260)	3,162,449
This appropriation is limited to the payment of borrowing expenses for the Crown's New Zealand-dollar and foreign-currency debt, authorised by section 60(1)b of the Public Finance Act 1989.			
<b>Total Non-Departmental Borrowing Expenses</b>	3,521,709	(359,260)	3,162,449
<b>Non-Departmental Other Expenses</b>			
<b>Carrying Value of Future Liabilities (M31) (A40)</b>	3,000	314	3,314
This appropriation is limited to amounts expensed in periodic changes to the carrying value of future liabilities that are recorded on a discounted present value basis.			
<b>Christchurch Regeneration Acceleration Facility (M31) (A40)</b>	-	94,000	94,000
This appropriation is limited to grants to the Christchurch City Council for projects approved for funding pursuant to the Christchurch Regeneration Acceleration Facility.			
<b>Government Superannuation Appeals Board (M31) (A40)</b>	50	-	50
This appropriation is limited to the expenses of the Government Superannuation Appeals Board in performing its functions under the Government Superannuation Fund Act 1956.			
<b>Government Superannuation Fund Authority - Crown's Share of Expenses PLA (M31) (A40)</b>	44,000	(4,875)	39,125
This appropriation is limited to the Crown's share of the expenses of the Government Superannuation Fund Authority relating to the management and administration of the Government Superannuation Fund and the schemes, authorised by sections 15E and 95 of the Government Superannuation Fund Act 1956.			
<b>Government Superannuation Fund Unfunded Liability PLA (M31) (A40)</b>	496,686	(89,987)	406,699
This appropriation is limited to the net increase (excluding actuarial gains and losses) in the Crown's liability to the Government Superannuation Fund and the specified superannuation contribution withholding tax on employer contributions by the Crown, authorised by section 95AA of the Government Superannuation Fund Act 1956.			
<b>Impairment of Investment in Southern Response Earthquake Services Ltd (M31) (A40)</b>	-	79,000	79,000
This appropriation is limited to the impairment of equity investment in Southern Response Earthquake Services Ltd.			
<b>National Provident Fund Schemes - Liability Under Crown Guarantee PLA (M31) (A40)</b>	16,000	(14,000)	2,000
This appropriation is limited to the net increase (excluding actuarial gains and losses) in the Crown's liability for benefits payable to members of National Provident Fund schemes under the Crown guarantee in section 60 of the National Provident Fund Restructuring Act 1990. This appropriation is authorised by section 66 of the National Provident Fund Restructuring Act 1990.			
<b>Payment in respect of Export Credit Office Guarantees and Indemnities PLA (M31) (A40)</b>	-	77	77
This appropriation is limited to payments by the Crown under export credit guarantees or indemnities given under Section 65ZD of the Public Finance Act 1989, as authorised by section 65ZG of that Act.			
<b>Payments and Expenses in Respect of Guarantees and Indemnities PLA (M31) (A40)</b>	-	3,142,672	3,142,672
This appropriation is limited to any money paid by the Crown under, and any expenses incurred by the Crown in relation to, a guarantee or indemnity given under section 65ZD of the Public Finance Act 1989 as authorised by section 65ZG of that Act.			
<b>Stewardship of Residual Crown Obligations (M31) (A40)</b>	711	(195)	516
This appropriation is limited to the management and maintenance of the Crown's residual liabilities and obligations, where these are administered by The Treasury.			

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>			
<b>Unclaimed Money PLA (M31) (A40)</b> This appropriation is limited to the repayment of money authorised by section 74(5) of the Public Finance Act 1989.	250	(221)	29
<b>Unclaimed Trust Money PLA (M31) (A40)</b> This appropriation is limited to the repayment of money authorised by section 70(2) of the Public Finance Act 1989.	250	(250)	-
<b>Unwind of Discount Rate Used in the Present Value Calculation of Payment for Shares in International Financial Institutions PLA (M31) (A40)</b> This appropriation is limited to the expense incurred in unwinding the discount rate used in the present value calculation of the liability in respect of share subscriptions in International Financial Institutions as it nears settlement, as authorised by section 5(2) of the International Finance Agreements Act 1961.	496	(452)	44
<b>Total Non-Departmental Other Expenses</b>	561,443	3,206,083	3,767,526
<b>Non-Departmental Capital Expenditure</b>			
<b>COVID-19: Capital Injections to Airways New Zealand (M31) (A40)</b> This appropriation is limited to equity injections to Airways New Zealand in response to the impacts of COVID-19.	-	45,000	45,000
<b>COVID-19: Loan to Hawkes Bay Airport Limited (M31) (A40)</b> This appropriation is limited to provision of a loan to Hawkes Bay Airport Limited as part of the Government's response to COVID-19.	-	4,500	4,500
<b>Earthquake Commission Natural Disaster Fund Deficiency - Advances PLA (M31) (A40)</b> This appropriation is limited to capital expenditure incurred in providing advances to meet a deficiency in the Earthquake Commission's Natural Disaster Fund, as authorised by section 16 of the Earthquake Commission Act 1993.	-	130,000	130,000
<b>International Financial Institutions PLA (M31) (A40)</b> This appropriation is limited to capital expenditure for shares subscribed to by New Zealand as a member of International Financial Institutions, authorised by section 5 of the International Finance Agreements Act 1961.	10,400	30,168	40,568
<b>NZ Superannuation Fund - Contributions (M31) (A40)</b> This appropriation is limited to capital contributions to the New Zealand Superannuation Fund, for the present and future cost of New Zealand Superannuation.	2,120,000	-	2,120,000
<b>Refinancing of Kāinga Ora - Homes and Communities and Housing New Zealand Limited Debt (M31) (A40)</b> This appropriation is limited to refinancing existing Kāinga Ora - Homes and Communities and Housing New Zealand Limited Debt.	141,458	-	141,458
<b>Southern Response Earthquake Services Ltd: Equity Investment (M31) (A40)</b> This appropriation is limited to the investment in Southern Response Earthquake Services Ltd.	-	79,000	79,000
<b>Tāmaki Regeneration Company Limited - Equity Injection (M31) (A40)</b> This appropriation is limited to the provision of an equity injection to Tāmaki Regeneration Company Limited.	60,000	-	60,000
<b>Transfer of Anchor Project Assets to Ōtākaro Limited (M31) (A40)</b> This appropriation is limited to the transfer of Christchurch Regeneration anchor project assets to Ōtākaro Limited.	50,000	-	50,000
<b>Total Non-Departmental Capital Expenditure</b>	2,381,858	288,668	2,670,526

Titles and Scopes of Appropriations by Appropriation Type	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Multi-Category Expenses and Capital Expenditure</b>			
<b>Crown Company Monitoring Advice MCA (M65) (A40)</b> The single overarching purpose of this appropriation is to provide advice to shareholding or responsible Ministers to improve performance of companies that the Crown has the shareholding in and some Crown entities in order to improve the wellbeing of New Zealanders.	4,712	330	5,042
<b>Departmental Output Expenses</b>			
<i>Crown Company Monitoring Advice to the Minister for State Owned Enterprises and Other Responsible Ministers</i> This category is limited to the provision of ownership, performance monitoring and governance advice to the Minister for State Owned Enterprises and other responsible Ministers in respect of the Ministers' shareholding responsibilities or as responsible Ministers for the New Zealand Lotteries Commission and Public Trust.	4,624	330	4,954
<i>Crown Company Monitoring Advice to the Minister of Research, Science and Innovation</i> This category is limited to the provision of ownership, performance monitoring and governance advice to the Minister of Research, Science and Innovation and other responsible Ministers in respect of the Ministers' responsibilities for Crown Research Institutes.	88	-	88
<b>Greater Christchurch Anchor Projects MCA (M31) (A40)</b> The single overarching purpose of this appropriation is to support the recovery of Christchurch by contributing operating and capital funding for anchor projects covered by the Christchurch Central Recovery Plan.	269,074	(138,994)	130,080
<b>Non-Departmental Other Expenses</b>			
<i>Christchurch Bus Interchange and Associated Transport Infrastructure - Operating</i> This category is limited to the Crown's contribution to the development, operations and divestment of the Christchurch Bus Interchange and associated transport infrastructure.	4,959	(4,959)	-
<i>Christchurch Convention Centre - Operating</i> This category is limited to the Crown's contribution to the development, operations and divestment of the Christchurch Convention Centre.	6,500	2,519	9,019
<i>Christchurch Stadium - Operating</i> This category is limited to the Crown's contribution to the development, operations and divestment of the Christchurch Stadium.	100	(100)	-
<i>Financial Impact of Valuations</i> This category is limited to expenses incurred as a result of the Crown's decisions affecting valuations.	831	(831)	-
<i>Leasing Anchor Project Land</i> This category is limited to the financial impact of granting concessionary leases over anchor project land.	1,000	(1,000)	-
<i>Metro Sports Facility - Operating</i> This category is limited to the Crown's contribution to the development, operations and divestment of Metro Sports Facility.	110,000	(67,000)	43,000
<i>Pre-Development Holding Costs - Operating</i> This category is limited to the Crown's contribution to the maintenance, operation and ownership of anchor project land and assets prior to commencement of developments.	3,300	(1,258)	2,042
<i>Procurement of Land and Assets - Operating</i> This category is limited to the Crown's contribution to the purchase, acquisition and clearance of land and assets for anchor project development.	24,000	(16,932)	7,068
<i>Public Space - Operating</i> This category is limited to the Crown's contribution to the development, operations and divestment of the Crown owned public space.	19,000	(10,953)	8,047

Titles and Scopes of Appropriations by Appropriation Type	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<i>Sale of Land</i> This category is limited to the financial impact from the divestment of land and transaction costs incurred in the preparation for sale and the sale of land.	684	(684)	-
<b>Non-Departmental Capital Expenditure</b>			
<i>Christchurch Bus Interchange and Associated Transport Infrastructure - Capital</i> This category is limited to the Crown's contribution to the capital development of the Christchurch Bus Interchange and associated transport infrastructure and to providing equity or loan capital to Ōtākaro Limited for that purpose.	100	(100)	-
<i>Christchurch Convention Centre - Capital</i> This category is limited to the Crown's contribution to the capital development of the Christchurch Convention Centre and to providing equity or loan capital to Ōtākaro Limited for that purpose.	16,000	16,284	32,284
<i>Land and Asset Acquisition - Capital</i> This category is limited to the Crown's contribution to the cost of land and assets to be acquired for anchor project development and to providing equity or loan capital to Ōtākaro Limited for that purpose.	8,000	(8,000)	-
<i>Metro Sports Facility - Capital</i> This category is limited to the Crown's contribution to the capital development of Metro Sports Facility and to providing equity or loan capital to Ōtākaro Limited for that purpose.	70,000	(43,701)	26,299
<i>Public Space - Capital</i> This category is limited to the capital development of the Crown owned public space and to providing equity or loan capital to Ōtākaro Limited for that purpose.	4,600	(2,279)	2,321
<b>Greater Christchurch Regeneration MCA (M31) (A40)</b> To meet remaining risks and cost pressures relating to support for the regeneration of Greater Christchurch.	-	<b>5,473</b>	5,473
<b>Non-Departmental Other Expenses</b>			
<i>Greater Christchurch Regeneration - Operating</i> This category is limited to residual expenses associated with support for Greater Christchurch Regeneration.	-	3,373	3,373
<b>Non-Departmental Capital Expenditure</b>			
<i>Greater Christchurch Regeneration - Capital</i> This category is limited to residual capital expenditure associated with support for Greater Christchurch Regeneration.	-	2,100	2,100
<b>Management of Landcorp Protected Land Agreement MCA (M31) (A40)</b> The single overarching purpose of this appropriation is meeting the Crown's responsibilities under the Landcorp Protected Land Agreement.	3,000	-	3,000
<b>Non-Departmental Other Expenses</b>			
<i>Operating Costs</i> This category is limited to providing operating costs incurred under the Landcorp Protected Land Agreement.	1,500	-	1,500
<b>Non-Departmental Capital Expenditure</b>			
<i>Capital Investments</i> This category is limited to providing for capital investments incurred under the Landcorp Protected Land Agreement.	1,500	-	1,500

Titles and Scopes of Appropriations by Appropriation Type	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Management of New Zealand House, London MCA (M31) (A40)</b> The single overarching purpose of this appropriation is to ensure that New Zealand House, London is well managed.	12,813	<b>8,000</b>	20,813
<b>Non-Departmental Output Expenses</b>			
<i>Property Management</i> This category is limited to the property management services in respect of New Zealand House, London.	1,000	1,000	2,000
<b>Non-Departmental Other Expenses</b>			
<i>Operational Costs</i> This category is limited to the operational costs of New Zealand House, London.	10,563	7,000	17,563
<i>Renegotiation of Lease Arrangements</i> This category is limited to activities to re-gear the lease on New Zealand House, London (including The Royal Opera Arcade and Her Majesty's Theatre).	500	-	500
<b>Non-Departmental Capital Expenditure</b>			
<i>Capital Expenditure</i> This category is limited to capital expenditure in relation to New Zealand House, London.	750	-	750
<b>Management of the Crown's agreement with Taitokerau Forests Limited MCA (M31) (A40)</b> The single overarching purpose of this appropriation is meeting the Crown's responsibilities under its agreement with Taitokerau Forests Limited.	-	<b>195</b>	195
<b>Non-Departmental Other Expenses</b>			
<i>Grants</i> This category is limited to grants to Taitokerau Forests Limited for on-payment to forest owners, payable upon harvest of the forests.	-	3	3
<i>Impairment of Loans</i> This category is limited to the expense incurred on the impairment and write-down of loans to Taitokerau Forests Limited.	-	192	192
<b>Total Multi-Category Expenses and Capital Expenditure</b>	289,599	(124,996)	164,603
<b>Total Annual Appropriations and Forecast Permanent Appropriations</b>	6,823,540	3,023,556	9,847,096

## Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Other Expenses</b>		
<b>Shovel Ready Project Funding - Crown Infrastructure Partners (M80) (A40)</b> This appropriation is limited to grants to Crown Infrastructure Partners to fund or deliver infrastructure projects.	Original Appropriation	1,264,595
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
Commences: 01 August 2020	Adjusted Appropriation	1,264,595
Expires: 30 June 2025	Actual to 2019/20 Year End	-
	Estimated Actual for 2020/21	1,055,923
	Estimate for 2021/22	208,672
	Estimated Appropriation Remaining	-

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Shovel Ready Project Funding - Ōtākaro Limited (M80) (A40)</b> This appropriation is limited to grants to Ōtākaro Limited to fund or deliver infrastructure projects.  Commences: 01 August 2020  Expires: 30 June 2025	Original Appropriation	139,350
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	139,350
	Actual to 2019/20 Year End	-
	Estimated Actual for 2020/21	121,645
	Estimate for 2021/22	17,705
Estimated Appropriation Remaining	-	
<b>Non-Departmental Capital Expenditure</b>		
<b>COVID-19: Capital Injections to New Zealand Post Limited (M31) (A40)</b> This appropriation is limited to equity injections to New Zealand Post Limited in response to the impacts of COVID-19.  Commences: 06 May 2020  Expires: 30 June 2021	Original Appropriation	150,000
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	150,000
	Actual to 2019/20 Year End	80,000
	Estimated Actual for 2020/21	-
	Estimate for 2021/22	-
Estimated Appropriation Remaining	70,000	
<b>COVID-19: Loans to Air New Zealand (M31) (A40)</b> This appropriation is limited to loans to Air New Zealand as part of the Government's response to COVID-19.  Commences: 23 March 2020  Expires: 27 September 2023	Original Appropriation	900,000
	Adjustments to 2019/20	-
	Adjustments for 2020/21	600,000
	Adjusted Appropriation	1,500,000
	Actual to 2019/20 Year End	-
	Estimated Actual for 2020/21	350,000
	Estimate for 2021/22	1,150,000
Estimated Appropriation Remaining	-	
<b>Crown Infrastructure Partners Limited - Equity Injection (M31) (A40)</b> This appropriation is limited to investment in Crown Infrastructure Partners Limited.  Commences: 09 April 2018  Expires: 30 June 2022	Original Appropriation	600,000
	Adjustments to 2019/20	(308,000)
	Adjustments for 2020/21	-
	Adjusted Appropriation	292,000
	Actual to 2019/20 Year End	17,000
	Estimated Actual for 2020/21	10,484
	Estimate for 2021/22	37,509
Estimated Appropriation Remaining	227,007	
<b>New Zealand Green Investment Finance Ltd - Equity Injections for Capital Investments (M12) (A40)</b> This appropriation is limited to the provision of equity injections into New Zealand Green Investment Finance Ltd for its capital investments.  Commences: 12 April 2019  Expires: 30 June 2023	Original Appropriation	100,000
	Adjustments to 2019/20	-
	Adjustments for 2020/21	200,000
	Adjusted Appropriation	300,000
	Actual to 2019/20 Year End	40,000
	Estimated Actual for 2020/21	60,000
	Estimate for 2021/22	200,000
Estimated Appropriation Remaining	-	



Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>New Zealand Green Investment Finance Ltd - Equity Injections for Operating Expenditure (M12) (A40)</b> This appropriation is limited to the provision of equity injections into New Zealand Green Investment Finance Ltd for its operating expenditure.  Commences: 12 April 2019  Expires: 30 June 2023	Original Appropriation	30,000
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	30,000
	Actual to 2019/20 Year End	6,000
	Estimated Actual for 2020/21	7,940
	Estimate for 2021/22	6,000
	Estimated Appropriation Remaining	10,060
<b>Participation in Dividend Reinvestment Plans by the Mixed Ownership Model Companies (M31) (A40)</b> This appropriation is limited to the Crown acquiring new shares in Air New Zealand Limited, Genesis Energy Limited, Mercury NZ Limited and Meridian Energy Limited as a result of the Crown's participation in any dividend reinvestment plans carried out by the companies.  Commences: 14 February 2018  Expires: 30 June 2022	Original Appropriation	80,000
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	80,000
	Actual to 2019/20 Year End	49,787
	Estimated Actual for 2020/21	17,866
	Estimate for 2021/22	12,347
	Estimated Appropriation Remaining	-
<b>Venture Capital Fund (M31) (A40)</b> This appropriation is limited to the provision of capital to support the development of markets for early stage equity finance and venture capital.  Commences: 01 May 2020  Expires: 30 April 2024	Original Appropriation	259,500
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	259,500
	Actual to 2019/20 Year End	-
	Estimated Actual for 2020/21	40,430
	Estimate for 2021/22	40,080
	Estimated Appropriation Remaining	178,990

## Multi-Year Multi-Category Appropriations

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
<b>Policy Advice and Financial Services (M31) (A40)</b> The single overarching purpose of this appropriation is to provide the government with high quality policy and financial advice and to deliver financial services.  Commences: 01 July 2019  Expires: 30 June 2024	Original Appropriation	347,949
	Adjustments to 2019/20	20,351
	Adjustments for 2020/21	26,938
	Adjusted Appropriation	395,238
	Actual to 2019/20 Year End	81,955
	Estimated Actual for 2020/21	81,962
	Estimate for 2021/22	78,381
	Estimated Appropriation Remaining	152,940

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
<b>Departmental Output Expenses</b>		
<i>Crown Lending and Bank Accounts</i>	Original Amount	2,261
This category is limited to the management, administration and monitoring of Crown lending and Crown Bank Accounts.	Adjustments to 2019/20	(1)
	Adjustments for 2020/21	33
	Adjusted Amount	2,293
	Actual to 2019/20 Year End	495
	Estimated Actual for 2020/21	451
	Estimate for 2021/22	449
	Estimated Amount Remaining	898
<i>Export Credit</i>	Original Amount	10,454
This category is limited to the provision and monitoring of export credit and financial guarantees to support the financing and insurance of New Zealand exports, excluding the cost of claims under a guarantee given under this scheme.	Adjustments to 2019/20	(1)
	Adjustments for 2020/21	(19)
	Adjusted Amount	10,434
	Actual to 2019/20 Year End	2,118
	Estimated Actual for 2020/21	2,087
	Estimate for 2021/22	2,077
	Estimated Amount Remaining	4,152
<i>Fiscal Management and Reporting</i>	Original Amount	49,935
This category is limited to the preparation of the government's Budget, and of forecast and financial reporting on the government reporting entity.	Adjustments to 2019/20	1,410
	Adjustments for 2020/21	(4,353)
	Adjusted Amount	46,992
	Actual to 2019/20 Year End	7,262
	Estimated Actual for 2020/21	9,966
	Estimate for 2021/22	9,920
	Estimated Amount Remaining	19,844
<i>Investment Management and Asset Performance</i>	Original Amount	36,183
This category is limited to services to improve investment performance and asset management in the State sector.	Adjustments to 2019/20	-
	Adjustments for 2020/21	(2,025)
	Adjusted Amount	34,158
	Actual to 2019/20 Year End	5,371
	Estimated Actual for 2020/21	7,222
	Estimate for 2021/22	7,189
	Estimated Amount Remaining	14,376

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
<i>Policy Advice</i>	Original Amount	249,116
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 Finance.	Adjustments to 2019/20	18,943
	Adjustments for 2020/21	33,302
	Adjusted Amount	301,361
	Actual to 2019/20 Year End	66,709
	Estimated Actual for 2020/21	62,236
	Estimate for 2021/22	58,746
	Estimated Amount Remaining	113,670
	<b>Earthquake Commission - On-Sold Canterbury Properties (M86) (A40)</b>	Original Appropriation
The single overarching purpose of this appropriation is to provide a timely, fair, and enduring resolution of on-sold over-cap claims resulting from the Canterbury earthquake sequence.  Commences: 01 September 2019  Expires: 30 June 2022	Adjustments to 2019/20	-
	Adjustments for 2020/21	100,000
	Adjusted Appropriation	400,000
	Actual to 2019/20 Year End	287,938
	Estimated Actual for 2020/21	54,258
	Estimate for 2021/22	53,060
	Estimated Appropriation Remaining	4,744
	<b>Non-Departmental Output Expenses</b>	
<i>Claims Handling and Other Administrative Costs</i>	Original Amount	5,000
This category is limited to payment of administrative expenses and other costs arising from the assessment, settlement, and payment of ex-gratia payments made to Canterbury residents as part of the On-Sold Canterbury Properties package.	Adjustments to 2019/20	-
	Adjustments for 2020/21	20,000
	Adjusted Amount	25,000
	Actual to 2019/20 Year End	1,448
	Estimated Actual for 2020/21	9,748
	Estimate for 2021/22	9,060
	Estimated Amount Remaining	4,744
	<b>Non-Departmental Other Expenses</b>	
<i>Repair of Canterbury Properties</i>	Original Amount	295,000
This category is limited to ex-gratia payments made to Canterbury residents to resolve on-sold over-cap claims resulting from the Canterbury earthquake sequence.	Adjustments to 2019/20	-
	Adjustments for 2020/21	80,000
	Adjusted Amount	375,000
	Actual to 2019/20 Year End	286,490
	Estimated Actual for 2020/21	44,510
	Estimate for 2021/22	44,000
	Estimated Amount Remaining	-

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

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	6,823,540	3,023,556	9,847,096
Total Forecast MYA Non-Departmental Other Expenses	-	1,177,568	1,177,568
Total Forecast MYA Non-Departmental Capital Expenditure	740,452	(253,732)	486,720
Total Forecast MYA Multi-Category Expenses and Capital Expenditure	74,369	61,851	136,220
<b>Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations</b>	<b>7,638,361</b>	<b>4,009,243</b>	<b>11,647,604</b>

## Capital Injection Authorisations

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
The Treasury - Capital Injection (M31) (A40)	-	-	-

# Supporting Information

## Part 1 - Vote as a Whole

### 1.2 - Trends in the Vote

#### Summary of Financial Activity

	2020/21				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
<b>Appropriations</b>					
Output Expenses	62,946	3,743	9,318	13,061	76,007
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	3,521,709	-	(359,260)	(359,260)	3,162,449
Other Expenses	561,443	-	4,383,651	4,383,651	4,945,094
Capital Expenditure	3,128,295	-	34,936	34,936	3,163,231
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	80,081	9,923	8,748	18,671	98,752
<i>Other Expenses</i>	182,937	-	(46,120)	(46,120)	136,817
<i>Capital Expenditure</i>	100,950	N/A	(35,696)	(35,696)	65,254
<b>Total Appropriations</b>	7,638,361	13,666	3,995,577	4,009,243	11,647,604
<b>Crown Revenue and Capital Receipts</b>					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	3,443,077	N/A	(873,622)	(873,622)	2,569,455
Capital Receipts	165,203	N/A	142,518	142,518	307,721
<b>Total Crown Revenue and Capital Receipts</b>	3,608,280	N/A	(731,104)	(731,104)	2,877,176

## Part 2 - Details of Departmental Appropriations

### 2.1 - Departmental Output Expenses

#### Administration of Crown Borrowing, Securities, Derivative Transactions and Investment PLA (M31) (A40)

##### *Scope of Appropriation*

This appropriation is limited to expenses incurred in connection with administering borrowing, securities, derivative transactions and investment by the Crown, as authorised by section 65ZH of the Public Finance Act 1989.

##### *Expenses and Revenue*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	10,105	2,520	12,625
Revenue from the Crown	10,100	2,520	12,620
Revenue from Others	5	-	5

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

This appropriation is intended to ensure the government has access to a sustainable and cost-effective source of debt funding for the provision of public services to New Zealanders.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
The Crown's debt funding needs are met through execution of the MOF approved annual NZGB programme and associated funding strategy. Associated risks are managed in accordance with the Portfolio Management Policy	New measure in 2020/21	Achieved	Achieved

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

Performance information for this appropriation will be reported by the Treasury in its 2020/21 Annual Report.

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

This appropriation increased by \$2.520 million to \$12.625 million for 2020/21 due to:

- an increase of \$2.550 million to invest in the Treasury's Debt Function, and
- a decrease of \$30,000 for the reduction in capital charges.

### *Conditions on Use of Appropriation*

Reference	Conditions
Section 65ZG of the Public Finance Act	Any expenses incurred in connection with any of the following matters may be incurred without further appropriation, and must be paid without further authority, than this section: (a) negotiating the borrowing of money by the Crown (b) undertaking, managing, servicing, converting, or repaying borrowing described in paragraph (a) (c) issuing a public security in respect of the Crown (d) executing, redeeming, or varying a public security described in paragraph (c) (e) negotiating a derivative transaction of the Crown (f) managing, servicing, or making payments under a derivative transaction described in paragraph (e) (g) negotiating an investment referred to in section 65I, and (h) placing, managing, servicing, or converting an investment referred to in section 65I.

## **Design and Establishment of Christchurch Regeneration Acceleration Facility (M31) (A40)**

### *Scope of Appropriation*

This appropriation is limited to the design and establishment of the Christchurch Regeneration Acceleration Facility.

### *Expenses and Revenue*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	799	799
Revenue from the Crown	-	799	799
Revenue from Others	-	-	-

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

This appropriation is intended to enable the establishment and operation of the Christchurch Regeneration Acceleration Facility, including the design and management of decision-making processes and associated arrangements for investments.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
The Christchurch Regeneration Acceleration Facility is established in a timely manner	Achieved	Achieved	Achieved

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Treasury in its 2020/21 Annual Report.

### *Reasons for Change in Appropriation*

The appropriation increased by \$799,000 to \$799,000 for 2020/21 due to a transfer from 2019/20 of the underspend in that year which arose as the result of delays in the completion of the Christchurch City Council's business cases.

### **Infrastructure Funding and Financing (M31) (A40)**

#### *Scope of Appropriation*

This appropriation is limited to provision of advice on, and implementing changes to, Infrastructure Funding and Financing systems and settings.

#### *Expenses and Revenue*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	49	49
Revenue from the Crown	-	49	49
Revenue from Others	-	-	-

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

This appropriation is intended to achieve a new framework for funding and financing investment in infrastructure.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
The design of an alternative funding model for local authorities to accelerate infrastructure and support housing affordability	Achieved	Achieved	Achieved

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by The Treasury in its 2020/21 Annual Report.



*Reasons for Change in Appropriation*

This appropriation increased by \$49,000 to \$49,000 for 2020/21 due to:

- an increase of \$1.083 million due to a transfer from 2019/20 of the underspend in that year in order to fund residual expenses incurred during 2020/21, and
- a decrease of \$1.034 million due to a transfer during 2020/21 of the remaining balance of this appropriation to the Policy Advice and Financial Services Multi-Year Multi Category Appropriation.

**Shared Support Services (M31) (A40)***Scope of Appropriation*

This appropriation is limited to provision of support services to other agencies.

*Expenses and Revenue*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	10,485	(25)	10,460
Revenue from the Crown	-	-	-
Revenue from Others	10,485	(25)	10,460

*Reasons for Change in Appropriation*

The appropriation decreased by \$25,000 to \$10.460 million for 2020/21 due to a reduction in capital charge.

**Southern Response Earthquake Services Independent Oversight Committee (M86) (A40)***Scope of Appropriation*

This appropriation is limited to an Independent Oversight Committee overseeing the settlement of potential obligations of Southern Response Earthquake Services Limited for claims already settled.

*Expenses and Revenue*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	400	400
Revenue from the Crown	-	400	400
Revenue from Others	-	-	-

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

This appropriation is intended to achieve independent oversight and advice on the implementation and delivery of a Southern Response proactive settlement package for former AMI policyholders who cash settled for earthquake damage before 1 October 2014.

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

Assessment of Performance	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
The Board's decisions on implementing the package are informed by regular reports on progress and recommendations from the oversight committee.	New measure in 2020/21	Achieved	Achieved

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Treasury in its 2020/21 Annual Report.

### *Reasons for Change in Appropriation*

This appropriation increased by \$400,000 to \$400,000 in 2020/21 due to the establishment of a new appropriation for an Independent Oversight Committee.

## Part 3 - Details of Non-Departmental Appropriations

### 3.1 - Non-Departmental Output Expenses

#### Management of Anchor Projects by Ōtākaro Limited (M31) (A40)

##### *Scope of Appropriation*

This appropriation is limited to the Crown's contribution to Ōtākaro Limited's operating and financing expenses.

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

This appropriation increased by \$9.318 million to \$29.318 million for 2010/21 due to the transfer of unused funding from 2019/20 to contribute to the operating and financing costs of Ōtākaro Limited.

### 3.3 - Non-Departmental Borrowing Expenses

#### Debt Servicing PLA (M31) (A40)

##### *Scope of Appropriation*

This appropriation is limited to the payment of borrowing expenses for the Crown's New Zealand-dollar and foreign-currency debt, authorised by section 60(1)b of the Public Finance Act 1989.

##### *Expenses*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	3,521,709	(359,260)	3,162,449

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

The appropriation decreased by \$359.260 million to \$3,162.449 million for 2020/21 due to movement in the amount of debt outstanding.

## 3.4 - Non-Departmental Other Expenses

### Carrying Value of Future Liabilities (M31) (A40)

#### *Scope of Appropriation*

This appropriation is limited to amounts expensed in periodic changes to the carrying value of future liabilities that are recorded on a discounted present value basis.

#### *Reasons for Change in Appropriation*

This appropriation increased by \$314,000 to \$3.314 million for 2010/21 due to the transfer of unused funding of \$314,000 from 2019/20 as the final settlement of Southern Response Earthquake Services Ltd claims is occurring later than previously forecast.

### Christchurch Regeneration Acceleration Facility (M31) (A40)

#### *Scope of Appropriation*

This appropriation is limited to grants to the Christchurch City Council for projects approved for funding pursuant to the Christchurch Regeneration Acceleration Facility.

#### *Expenses*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	94,000	94,000

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

This appropriation is intended to achieve the timely delivery of Crown funding to the Christchurch City Council, to allow it to deliver capital works for Christchurch's regeneration.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Crown funding is transferred in a timely way	New measure in 2020/21	Achieved	Achieved
Crown funding for the CMUA is transferred as called for by the Council in its quarterly funding requests	New measure in 2020/21	Achieved	Achieved

#### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Minister of Finance in a report appended to the Treasury's annual report for 2020/21.

*Reasons for Change in Appropriation*

This appropriation increased by \$94 million to \$94 million for 2020/21 due to:

- a transfer of unused funding of \$214 million from 2019/20 for the process of designing and building the Canterbury Multi-Use Arena
- this increase was offset by the transfer of funding totalling \$120 million from 2020/21 to 2021/22 to align funding with expected project costs.

**Government Superannuation Fund Authority - Crown's Share of Expenses PLA (M31) (A40)***Scope of Appropriation*

This appropriation is limited to the Crown's share of the expenses of the Government Superannuation Fund Authority relating to the management and administration of the Government Superannuation Fund and the schemes, authorised by sections 15E and 95 of the Government Superannuation Fund Act 1956.

*Reasons for Change in Appropriation*

This appropriation decreased by \$4.875 million to \$39.125 million for 2020/21 as a result of an updated actuarial assessment of the Crown's share of expenses.

**Government Superannuation Fund Unfunded Liability PLA (M31) (A40)***Scope of Appropriation*

This appropriation is limited to the net increase (excluding actuarial gains and losses) in the Crown's liability to the Government Superannuation Fund and the specified superannuation contribution withholding tax on employer contributions by the Crown, authorised by section 95AA of the Government Superannuation Fund Act 1956.

*Reasons for Change in Appropriation*

This appropriation decreased by \$89.987 million to \$406.699 million for 2020/21 as a result of an updated actuarial assessment of the Crown's liability to the Government Superannuation Fund.

## Impairment of Investment in Southern Response Earthquake Services Ltd (M31) (A40)

### *Scope of Appropriation*

This appropriation is limited to the impairment of equity investment in Southern Response Earthquake Services Ltd.

### *Expenses*

	2020/21		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	-	79,000	79,000

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

This appropriation is intended to achieve the impairment of additional financial support for Southern Response Earthquake Services Limited.

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

An exemption was granted under s15D(2)(b)(ii) of the PFA, as additional information is unlikely to be informative because this appropriation is solely for the technical accounting treatment for impairment of investment.

### *Reasons for Change in Appropriation*

This appropriation increased by \$79 million to \$79 million for 2020/21 due to the transfer of unused funding of \$79 million from 2019/20 to allow for the write down of further equity investment in Southern Response Earthquake Services Limited should it be required in the finalisation of claims.

## National Provident Fund Schemes - Liability Under Crown Guarantee PLA (M31) (A40)

### *Scope of Appropriation*

This appropriation is limited to the net increase (excluding actuarial gains and losses) in the Crown's liability for benefits payable to members of National Provident Fund schemes under the Crown guarantee in section 60 of the National Provident Fund Restructuring Act 1990. This appropriation is authorised by section 66 of the National Provident Fund Restructuring Act 1990.

### *Reasons for Change in Appropriation*

This appropriation decreased by \$14 million to \$2 million for 2020/21 due to an updated actuarial assessment of the Crown's liability for benefits payable to members of National Provident Fund schemes.

## Payment in respect of Export Credit Office Guarantees and Indemnities PLA (M31) (A40)

### *Scope of Appropriation*

This appropriation is limited to payments by the Crown under export credit guarantees or indemnities given under Section 65ZD of the Public Finance Act 1989, as authorised by section 65ZG of that Act.

### *Expenses*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	77	77

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

This appropriation is intended to meet any payments that may be required under guarantees and indemnities provided for New Zealand exporters.

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

An exemption was granted under s15D(2)(b)(iii) of the PFA as the amount of this annual appropriation for non-departmental output expense is less than \$5 million.

### *Reasons for Change in Appropriation*

This appropriation increased by \$77,000 to \$77,000 for 2020/21 due to increased forecast specific liability under the Export Credit Guarantees.

## Payments and Expenses in Respect of Guarantees and Indemnities PLA (M31) (A40)

### *Scope of Appropriation*

This appropriation is limited to any money paid by the Crown under, and any expenses incurred by the Crown in relation to, a guarantee or indemnity given under section 65ZD of the Public Finance Act 1989 as authorised by section 65ZG of that Act.

### *Expenses*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	3,142,672	3,142,672

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

This appropriation is intended to achieve the recognition of expenses associated with Crown guarantees and indemnities.



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

Assessment of Performance	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Payments are made in accordance with the terms of the agreement for notified claims	Achieved	Achieved	Achieved

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Minister of Finance in a report appended to the Treasury's annual report for 2020/21.

### *Reasons for Change in Appropriation*

This appropriation increased by \$3,143.672 million to \$3,143.672 million for 2020/21 due to:

- Indemnities provided to the Reserve Bank for fiscal impacts from the Large Scale Asset Purchase programme of \$2,981.675 million, and
- additional \$160.997 million related to guarantees provided under the Business Finance Guarantee Scheme.

## **Shovel Ready Project Funding - Crown Infrastructure Partners (M80) (A40)**

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Shovel Ready Project Funding - Crown Infrastructure Partners (M80) (A40)</b> This appropriation is limited to grants to Crown Infrastructure Partners to fund or deliver infrastructure projects.  Commences: 01 August 2020  Expires: 01 June 2025	Original Appropriation	1,264,595
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	1,264,595
	Actual to 2019/20 Year End	-
	Estimated Actual for 2020/21	1,055,923
	Estimate for 2021/22	208,672
	Estimated Appropriation Remaining	-

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

This appropriation is intended to provide grant funding to Crown Infrastructure Partners Limited to fund or deliver 'Shovel Ready' Infrastructure Projects.

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

Assessment of Performance	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Payments are made in accordance with approved grant drawdown requests	New measure in 2020/21	Achieved	Achieved

*End of Year Performance Reporting*

Performance information for this appropriation will be reported by Crown Infrastructure Partners Limited in their 2020/21 Annual Report.

*Service Providers*

Delivery of 'Shovel Ready' Infrastructure Projects will be undertaken by Crown Infrastructure Partners Limited.

*Reasons for Change in Appropriation*

This is a new multi-year appropriation commencing in 2020/21.

**Shovel Ready Project Funding - Ōtākaro Limited (M80) (A40)***Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Shovel Ready Project Funding - Ōtākaro Limited (M80) (A40)</b> This appropriation is limited to grants to Ōtākaro Limited to fund or deliver infrastructure projects.  Commences: 01 August 2020  Expires: 01 June 2025	Original Appropriation	139,350
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	139,350
	Actual to 2019/20 Year End	-
	Estimated Actual for 2020/21	121,645
	Estimate for 2021/22	17,705
	Estimated Appropriation Remaining	-

*What is Intended to be Achieved with this Appropriation*

This appropriation is intended to provide grant funding to Ōtākaro Limited to fund or deliver 'Shovel Ready' Infrastructure Projects.

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

Assessment of Performance	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Payments are made in accordance with approved grant drawdown requests	New measure in 2020/21	Achieved	Achieved

*End of Year Performance Reporting*

Performance information for this appropriation will be reported by Ōtākaro Limited in their 2020/21 Annual Report.

*Service Providers*

Delivery of 'Shovel Ready' Infrastructure Projects will be undertaken by Ōtākaro Limited.

*Reasons for Change in Appropriation*

This is a new multi-year appropriation commencing in 2020/21.

**Stewardship of Residual Crown Obligations (M31) (A40)***Scope of Appropriation*

This appropriation is limited to the management and maintenance of the Crown's residual liabilities and obligations, where these are administered by The Treasury.

*Reasons for Change in Appropriation*

This appropriation decreased by \$195,000 to \$516,000 for 2020/21 due to the transfer of this amount to the Management of the Crown's agreement with Taitokerau Forests Limited appropriation, to provide for the write-off of the remaining impaired loans.

**Unclaimed Money PLA (M31) (A40)***Scope of Appropriation*

This appropriation is limited to the repayment of money authorised by section 74(5) of the Public Finance Act 1989.

*Reasons for Change in Appropriation*

This appropriation decreased by \$221,000 to \$29,000 for 2019/20 to align with the estimated repayments of unclaimed money as authorised by section 74(5) of the Public Finance Act 1989.

**Unclaimed Trust Money PLA (M31) (A40)***Scope of Appropriation*

This appropriation is limited to the repayment of money authorised by section 70(2) of the Public Finance Act 1989.

*Reasons for Change in Appropriation*

This appropriation decreased by \$250,000 to zero for 2019/20 to align with the estimated repayments of unclaimed trust money as authorised by section 70(2) of the Public Finance Act 1989.

## **Unwind of Discount Rate Used in the Present Value Calculation of Payment for Shares in International Financial Institutions PLA (M31) (A40)**

### *Scope of Appropriation*

This appropriation is limited to the expense incurred in unwinding the discount rate used in the present value calculation of the liability in respect of share subscriptions in International Financial Institutions as it nears settlement, as authorised by section 5(2) of the International Finance Agreements Act 1961.

### *Reasons for Change in Appropriation*

This appropriation decreased by \$452,000 to \$44,000 million for 2020/21 to reflect unwinding of the discount rate used in the present value calculation of the remaining liability in respect of subscription to the World Bank's International Bank for Reconstruction and Development.

## 3.5 - Non-Departmental Capital Expenditure

### COVID-19: Capital Injections to Airways New Zealand (M31) (A40)

#### *Scope of Appropriation*

This appropriation is limited to equity injections to Airways New Zealand in response to the impacts of COVID-19.

#### *Capital Expenditure*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	45,000	45,000

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

This appropriation is intended to fund the Crown's contribution to the Airways New Zealand in response to the impacts of COVID-19.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Payments are made in accordance with the terms of the agreement for notified claims	Achieved	Achieved	Achieved

#### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Minister of Finance in a report appended to the Treasury's annual report for 2020/21.

#### *Reasons for Change in Appropriation*

This appropriation increased by \$45 million to \$45 million for 2020/21 to provide for an increase in the equity investment in Airways New Zealand, New Zealand's primary air navigation service provider, in response to the impacts of COVID-19.

## COVID-19: Loan to Hawkes Bay Airport Limited (M31) (A40)

### *Scope of Appropriation*

This appropriation is limited to provision of a loan to Hawkes Bay Airport Limited as part of the Government's response to COVID-19.

### *Capital Expenditure*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	4,500	4,500

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

This appropriation is intended to provide a commercial loan facility for the Hawkes Bay Airport Limited in response to the impacts of COVID-19.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Payments are made in accordance with approved funding drawdown requests	New measure for 2020/21	Achieved	Achieved

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Minister of Finance in a report appended to the Treasury's annual report for 2020/21.

### *Reasons for Change in Appropriation*

This is a new appropriation for 2020/21 to provide a commercial loan facility for Hawkes Bay Airport Limited in response to COVID-19.

## COVID-19: Loans to Air New Zealand (M31) (A40)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>COVID-19: Loans to Air New Zealand (M31) (A40)</b> This appropriation is limited to loans to Air New Zealand as part of the Government's response to COVID-19.  Commences: 23 March 2020  Expires: 27 September 2023	Original Appropriation	900,000
	Adjustments to 2019/20	-
	Adjustments for 2020/21	600,000
	Adjusted Appropriation	1,500,000
	Actual to 2019/20 Year End	-
	Estimated Actual for 2020/21	350,000
	Estimate for 2021/22	1,150,000
	Estimated Appropriation Remaining	-

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$600 million to \$1.500 billion to provide an additional commercial loan facility to Air New Zealand, to protect the core part of Air New Zealand's services in response to COVID-19. The additional commercial loan facility is expected to be drawn in 2021/22.

## Earthquake Commission Natural Disaster Fund Deficiency - Advances PLA (M31) (A40)

### *Scope of Appropriation*

This appropriation is limited to capital expenditure incurred in providing advances to meet a deficiency in the Earthquake Commission's Natural Disaster Fund, as authorised by section 16 of the Earthquake Commission Act 1993.

### *Capital Expenditure*

	2020/21		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	-	130,000	130,000

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

This appropriation is intended to achieve the successful provision of funding to ensure EQC can carry out its functions as specified in the Act.

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

An exemption was granted under s15D(2)(b)(ii) of the PFA as performance information is unlikely to be informative as this category is solely to provide advances to meet a deficiency in the Earthquake Commission's Natural Disaster Fund, as authorised by section 16 of the Earthquake Commission Act 1993.

*Reasons for Change in Appropriation*

This appropriation increased by \$130 million to \$130 million for 2020/21 to align with the advances provided to EQC to meet deficiency in the Earthquake Commission's Natural Disaster Fund.

**International Financial Institutions PLA (M31) (A40)***Scope of Appropriation*

This appropriation is limited to capital expenditure for shares subscribed to by New Zealand as a member of International Financial Institutions, authorised by section 5 of the International Finance Agreements Act 1961.

*Reasons for Change in Appropriation*

This appropriation increased by \$30.168 million to \$40.568 million for 2020/21 to align with the instalments of capital subscription to the World Bank's International Bank for Reconstruction and Development.

**New Zealand Green Investment Finance Ltd - Equity Injections for Capital Investments (M12) (A40)***Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>New Zealand Green Investment Finance Ltd - Equity Injections for Capital Investments (M12) (A40)</b>	Original Appropriation	100,000
	Adjustments to 2019/20	-
This appropriation is limited to the provision of equity injections into New Zealand Green Investment Finance Ltd for its capital investments.	Adjustments for 2020/21	200,000
	Adjusted Appropriation	300,000
Commences: 12 April 2019	Actual to 2019/20 Year End	40,000
Expires: 30 June 2023	Estimated Actual for 2020/21	60,000
	Estimate for 2021/22	200,000
	Estimated Appropriation Remaining	-

*Reasons for Change in Appropriation*

This multi-year appropriation increased by \$200 million to \$300 million for the 2021/22 year to provide for increased capitalisation of New Zealand Green Investment Finance Ltd.



## Southern Response Earthquake Services Ltd: Equity Investment (M31) (A40)

### *Scope of Appropriation*

This appropriation is limited to the investment in Southern Response Earthquake Services Ltd.

### *Capital Expenditure*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	79,000	79,000

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

This appropriation is intended to fund the Crown's contribution to Southern Response Earthquake Services Ltd.

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

An exemption was granted under s15D(2)(b)(ii) of the PFA, as additional information is unlikely to be informative because this appropriation solely to invest in Southern Response Earthquake Services Limited in accordance with the Crown Support Deed signed in 2012.

### *Reasons for Change in Appropriation*

This appropriation increased by \$79 million to \$79 million for 2020/21 due to the transfer of funding from 2019/20 to allow for further equity investment in Southern Response Earthquake Services Ltd.

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

## 4 - Multi-Category Expenses and Capital Expenditure

### Crown Company Monitoring Advice (M65) (A40)

#### *Overarching Purpose Statement*

The single overarching purpose of this appropriation is to provide advice to shareholding or responsible Ministers to improve performance of companies that the Crown has the shareholding in and some Crown entities in order to improve the wellbeing of New Zealanders.

#### *Scope of Appropriation*

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

##### *Crown Company Monitoring Advice to the Minister for State Owned Enterprises and Other Responsible Ministers*

This category is limited to the provision of ownership, performance monitoring and governance advice to the Minister for State Owned Enterprises and other responsible Ministers in respect of the Ministers' shareholding responsibilities or as responsible Ministers for the New Zealand Lotteries Commission and Public Trust.

##### *Crown Company Monitoring Advice to the Minister of Research, Science and Innovation*

This category is limited to the provision of ownership, performance monitoring and governance advice to the Minister of Research, Science and Innovation and other responsible Ministers in respect of the Ministers' responsibilities for Crown Research Institutes.

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

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>4,712</b>	<b>330</b>	<b>5,042</b>
<b>Departmental Output Expenses</b>			
Crown Company Monitoring Advice to the Minister for State Owned Enterprises and Other Responsible Ministers	4,624	330	4,954
Crown Company Monitoring Advice to the Minister of Research, Science and Innovation	88	-	88
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>	<b>4,709</b>	<b>330</b>	<b>5,039</b>
Crown Company Monitoring Advice to the Minister for State Owned Enterprises and Other Responsible Ministers	4,622	330	4,952
Crown Company Monitoring Advice to the Minister of Research, Science and Innovation	87	-	87

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Revenue from Others</b>	<b>3</b>	<b>-</b>	<b>3</b>
Crown Company Monitoring Advice to the Minister for State Owned Enterprises and Other Responsible Ministers	2	-	2
Crown Company Monitoring Advice to the Minister of Research, Science and Innovation	1	-	1

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

This appropriation is intended to provide advice to shareholding or responsible Ministers, and the Minister of Finance, to help them ensure appropriate financial returns and long-term value from improved performance of companies that the Crown has a shareholding in, and some Crown entities, in order to improve the living standards of New Zealanders.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Departmental Output Expenses</b>			
<b>Crown Company Monitoring Advice to the Minister for State Owned Enterprises and Other Responsible Ministers</b>			
Papers with a score of 3 or more	New target in 2020/21	80%	80%

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Treasury in its 2020/21 Annual Report.

### *Reasons for Change in Appropriation*

The appropriation increased by \$330,000 to \$5.042 million for 2020/21 due to:

- a transfer of \$91,000 from 2019/20 for the underspend which arose during that year, partly offset by a reduction of \$11,000 in the capital charge, and
- additional funding of \$250,000 in 2020/21 to accelerate New Zealand's economic recovery.

## Earthquake Commission - On-Sold Canterbury Properties (M86) (A40)

### *Scope of Appropriation, Expenses and Capital Expenditure*

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
<b>Earthquake Commission - On-Sold Canterbury Properties (M86) (A40)</b>	Original Appropriation	300,000
The single overarching purpose of this appropriation is to provide a timely, fair, and enduring resolution of on-sold over-cap claims resulting from the Canterbury earthquake sequence.	Adjustments to 2019/20	-
	Adjustments for 2020/21	100,000
Commences: 01 September 2019	Adjusted Appropriation	400,000
Expires: 30 June 2022	Actual to 2019/20 Year End	287,938
	Estimated Actual for 2020/21	54,258
	Estimate for 2021/22	53,060
	Estimated Appropriation Remaining	4,744
<b><i>Non-Departmental Output Expenses</i></b>		
<b><i>Claims Handling and Other Administrative Costs</i></b>	Original Amount	5,000
This category is limited to payment of administrative expenses and other costs arising from the assessment, settlement, and payment of ex-gratia payments made to Canterbury residents as part of the On-Sold Canterbury Properties package.	Adjustments to 2019/20	-
	Adjustments for 2020/21	20,000
	Adjusted Amount	25,000
	Actual to 2019/20 Year End	1,448
	Estimated Actual for 2020/21	9,748
	Estimate for 2021/22	9,060
	Estimated Amount Remaining	4,744
<b><i>Non-Departmental Other Expenses</i></b>		
<b><i>Repair of Canterbury Properties</i></b>	Original Amount	295,000
This category is limited to ex-gratia payments made to Canterbury residents to resolve on-sold over-cap claims resulting from the Canterbury earthquake sequence.	Adjustments to 2019/20	-
	Adjustments for 2020/21	80,000
	Adjusted Amount	375,000
	Actual to 2019/20 Year End	286,490
	Estimated Actual for 2020/21	44,510
	Estimate for 2021/22	44,000
	Estimated Amount Remaining	-

### *Reasons for Change in Appropriation*

This multi-year multi-category appropriation increased by \$100 million to \$400 million for 2020/21 to cover additional claims and administrative costs related to ex-gratia payment to eligible on-sold over-cap property owners in Canterbury to cover the cost of uninsured earthquake repairs.

## Greater Christchurch Anchor Projects (M31) (A40)

### *Overarching Purpose Statement*

The single overarching purpose of this appropriation is to support the recovery of Christchurch by contributing operating and capital funding for anchor projects covered by the Christchurch Central Recovery Plan.

### *Scope of Appropriation*

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

##### *Christchurch Bus Interchange and Associated Transport Infrastructure - Operating*

This category is limited to the Crown's contribution to the development, operations and divestment of the Christchurch Bus Interchange and associated transport infrastructure.

##### *Christchurch Convention Centre - Operating*

This category is limited to the Crown's contribution to the development, operations and divestment of the Christchurch Convention Centre.

##### *Christchurch Stadium - Operating*

This category is limited to the Crown's contribution to the development, operations and divestment of the Christchurch Stadium.

##### *Financial Impact of Valuations*

This category is limited to expenses incurred as a result of the Crown's decisions affecting valuations.

##### *Leasing Anchor Project Land*

This category is limited to the financial impact of granting concessionary leases over anchor project land.

##### *Metro Sports Facility - Operating*

This category is limited to the Crown's contribution to the development, operations and divestment of Metro Sports Facility.

##### *Pre-Development Holding Costs - Operating*

This category is limited to the Crown's contribution to the maintenance, operation and ownership of anchor project land and assets prior to commencement of developments.

##### *Procurement of Land and Assets - Operating*

This category is limited to the Crown's contribution to the purchase, acquisition and clearance of land and assets for anchor project development.

##### *Public Space - Operating*

This category is limited to the Crown's contribution to the development, operations and divestment of the Crown owned public space.

##### *Sale of Land*

This category is limited to the financial impact from the divestment of land and transaction costs incurred in the preparation for sale and the sale of land.

**Non-Departmental Capital Expenditure***Christchurch Bus Interchange and Associated Transport Infrastructure - Capital*

This category is limited to the Crown's contribution to the capital development of the Christchurch Bus Interchange and associated transport infrastructure and to providing equity or loan capital to Ōtākaro Limited for that purpose.

*Christchurch Convention Centre - Capital*

This category is limited to the Crown's contribution to the capital development of the Christchurch Convention Centre and to providing equity or loan capital to Ōtākaro Limited for that purpose.

*Land and Asset Acquisition - Capital*

This category is limited to the Crown's contribution to the cost of land and assets to be acquired for anchor project development and to providing equity or loan capital to Ōtākaro Limited for that purpose.

*Metro Sports Facility - Capital*

This category is limited to the Crown's contribution to the capital development of Metro Sports Facility and to providing equity or loan capital to Ōtākaro Limited for that purpose.

*Public Space - Capital*

This category is limited to the capital development of the Crown owned public space and to providing equity or loan capital to Ōtākaro Limited for that purpose.

*Expenses, Revenue and Capital Expenditure*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>269,074</b>	<b>(138,994)</b>	<b>130,080</b>
<b>Non-Departmental Other Expenses</b>			
Christchurch Bus Interchange and Associated Transport Infrastructure - Operating	4,959	(4,959)	-
Christchurch Convention Centre - Operating	6,500	2,519	9,019
Christchurch Stadium - Operating	100	(100)	-
Financial Impact of Valuations	831	(831)	-
Leasing Anchor Project Land	1,000	(1,000)	-
Metro Sports Facility - Operating	110,000	(67,000)	43,000
Pre-Development Holding Costs - Operating	3,300	(1,258)	2,042
Procurement of Land and Assets - Operating	24,000	(16,932)	7,068
Public Space - Operating	19,000	(10,953)	8,047
Sale of Land	684	(684)	-
<b>Non-Departmental Capital Expenditure</b>			
Christchurch Bus Interchange and Associated Transport Infrastructure - Capital	100	(100)	-
Christchurch Convention Centre - Capital	16,000	16,284	32,284
Land and Asset Acquisition - Capital	8,000	(8,000)	-
Metro Sports Facility - Capital	70,000	(43,701)	26,299
Public Space - Capital	4,600	(2,279)	2,321

### *Reasons for Change in Appropriation*

This appropriation decreased by \$138.994 million to \$130.080 million for 2020/21 due to:

- a transfer of unused funding of \$103.271 million from 2019/20 across multiple categories of this MCA to better align with the forecast expenditure, and
- this increase was offset by the transfer of funding totalling \$242.265 million from 2020/21 to 2021/22 to align funding with expected project costs.

### **Greater Christchurch Regeneration (M31) (A40)**

#### *Overarching Purpose Statement*

To meet remaining risks and cost pressures relating to support for the regeneration of Greater Christchurch.

#### *Scope of Appropriation*

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

###### *Greater Christchurch Regeneration - Operating*

This category is limited to residual expenses associated with support for Greater Christchurch Regeneration.

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

###### *Greater Christchurch Regeneration - Capital*

This category is limited to residual capital expenditure associated with support for Greater Christchurch Regeneration.

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

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	-	5,473	5,473
<b>Non-Departmental Other Expenses</b>			
Greater Christchurch Regeneration - Operating	-	3,373	3,373
<b>Non-Departmental Capital Expenditure</b>			
Greater Christchurch Regeneration - Capital	-	2,100	2,100

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

This appropriation is intended to achieve management of remaining risks and cost pressures relating to the regeneration of Greater Christchurch.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Non-Departmental Other Expenses</b>			
<b>Greater Christchurch Regeneration - Operating</b>			
This category is intended to achieve the provision for residual expenses associated with support for Greater Christchurch Regeneration.			
Payments are made in accordance with approved drawdown requests	New measure in 2020/21	Achieved	Achieved
<b>Non-Departmental Capital Expenditure</b>			
<b>Greater Christchurch Regeneration - Capital</b>			
This category is intended to achieve the provision for residual capital expenditures associated with support for Greater Christchurch Regeneration.			
Payments are made in accordance with approved drawdown requests	New measure in 2020/21	Achieved	Achieved

*End of Year Performance Reporting*

Performance information for this appropriation will be reported by The Treasury in its 2020/21 Annual Report.

*Reasons for Change in Appropriation*

This is a new appropriation for 2020/21 which was established to manage remaining risks and cost pressures relating to the Greater Christchurch regeneration programmes previously funded through Vote Prime Minister and Cabinet and Vote Lands.



## Management of New Zealand House, London (M31) (A40)

### *Overarching Purpose Statement*

The single overarching purpose of this appropriation is to ensure that New Zealand House, London is well managed.

### *Scope of Appropriation*

#### **Non-Departmental Output Expenses**

##### *Property Management*

This category is limited to the property management services in respect of New Zealand House, London.

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

##### *Operational Costs*

This category is limited to the operational costs of New Zealand House, London.

##### *Renegotiation of Lease Arrangements*

This category is limited to activities to re-gear the lease on New Zealand House, London (including The Royal Opera Arcade and Her Majesty's Theatre).

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

##### *Capital Expenditure*

This category is limited to capital expenditure in relation to New Zealand House, London.

### *Expenses, Revenue and Capital Expenditure*

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>12,813</b>	<b>8,000</b>	<b>20,813</b>
<b>Non-Departmental Output Expenses</b>			
Property Management	1,000	1,000	2,000
<b>Non-Departmental Other Expenses</b>			
Operational Costs	10,563	7,000	17,563
Renegotiation of Lease Arrangements	500	-	500
<b>Non-Departmental Capital Expenditure</b>			
Capital Expenditure	750	-	750

### *Reasons for Change in Appropriation*

This appropriation increased by \$8 million to \$20.813 million for 2020/21 due to the transfer of funding from 2019/20.

## Management of the Crown's agreement with Taitokerau Forests Limited (M31) (A40)

### Overarching Purpose Statement

The single overarching purpose of this appropriation is meeting the Crown's responsibilities under its agreement with Taitokerau Forests Limited.

### Scope of Appropriation

#### Non-Departmental Other Expenses

##### Grants

This category is limited to grants to Taitokerau Forests Limited for on-payment to forest owners, payable upon harvest of the forests.

##### Impairment of Loans

This category is limited to the expense incurred on the impairment and write-down of loans to Taitokerau Forests Limited.

### Expenses, Revenue and Capital Expenditure

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	-	195	195
<b>Non-Departmental Other Expenses</b>			
Grants	-	3	3
Impairment of Loans	-	192	192

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

This appropriation is intended to achieve meeting the Crown's responsibilities under its agreement with Taitokerau Forests Limited.

### How Performance will be Assessed for this Appropriation

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Non-Departmental Other Expenses</b>			
<b>Grants</b>			
This category is intended to achieve the provision of a grant to Taitokerau Forests Limited for on-payment to forest owners, payable upon harvest of the forests.			
An exemption was granted under s15D(2)(b)(iii) of the PFA as the amount of this annual category for non-departmental other expenses is less than \$5 million	Exempt	Exempt	Exempt

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Impairment of Loans			
This category is intended to achieve the provision for expenses incurred on the impairment and write-down of loans to Taitokerau Forests Limited.			
An exemption was granted under s15D(2)(b)(ii) of the PFA as performance information is unlikely to be informative as this category is solely for the technical accounting treatment under the loan agreement with Taitokerau Forests Limited	Exempt	Exempt	Exempt

### *Reasons for Change in Appropriation*

This appropriation increased by \$195,000 to \$195,000 for 2020/21 due to the transfer of this amount from Stewardship of Residual Crown Obligations appropriation, to provide for the write-off of the remaining impaired loans.

### **Policy Advice and Financial Services (M31) (A40)**

#### *Scope of Appropriation, Expenses and Capital Expenditure*

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
<b>Policy Advice and Financial Services (M31) (A40)</b> The single overarching purpose of this appropriation is to provide the government with high quality policy and financial advice and to deliver financial services.  Commences: 01 July 2019  Expires: 30 June 2024	Original Appropriation	347,949
	Adjustments to 2019/20	20,351
	Adjustments for 2020/21	26,938
	Adjusted Appropriation	395,238
	Actual to 2019/20 Year End	81,955
	Estimated Actual for 2020/21	81,962
	Estimate for 2021/22	78,381
	Estimated Appropriation Remaining	152,940
<b>Departmental Output Expenses</b>		
<b>Crown Lending and Bank Accounts</b> This category is limited to the management, administration and monitoring of Crown lending and Crown Bank Accounts.	Original Amount	2,261
	Adjustments to 2019/20	(1)
	Adjustments for 2020/21	33
	Adjusted Amount	2,293
	Actual to 2019/20 Year End	495
	Estimated Actual for 2020/21	451
	Estimate for 2021/22	449
	Estimated Amount Remaining	898

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
<i>Export Credit</i> This category is limited to the provision and monitoring of export credit and financial guarantees to support the financing and insurance of New Zealand exports, excluding the cost of claims under a guarantee given under this scheme.	Original Amount	10,454
	Adjustments to 2019/20	(1)
	Adjustments for 2020/21	(19)
	Adjusted Amount	10,434
	Actual to 2019/20 Year End	2,118
	Estimated Actual for 2020/21	2,087
	Estimate for 2021/22	2,077
	Estimated Amount Remaining	4,152
<i>Fiscal Management and Reporting</i> This category is limited to the preparation of the government's Budget, and of forecast and financial reporting on the government reporting entity.	Original Amount	49,935
	Adjustments to 2019/20	1,410
	Adjustments for 2020/21	(4,353)
	Adjusted Amount	46,992
	Actual to 2019/20 Year End	7,262
	Estimated Actual for 2020/21	9,966
	Estimate for 2021/22	9,920
	Estimated Amount Remaining	19,844
<i>Investment Management and Asset Performance</i> This category is limited to services to improve investment performance and asset management in the State sector.	Original Amount	36,183
	Adjustments to 2019/20	-
	Adjustments for 2020/21	(2,025)
	Adjusted Amount	34,158
	Actual to 2019/20 Year End	5,371
	Estimated Actual for 2020/21	7,222
	Estimate for 2021/22	7,189
	Estimated Amount Remaining	14,376
<i>Policy Advice</i> 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 Finance.	Original Amount	249,116
	Adjustments to 2019/20	18,943
	Adjustments for 2020/21	33,302
	Adjusted Amount	301,361
	Actual to 2019/20 Year End	66,709
	Estimated Actual for 2020/21	62,236
	Estimate for 2021/22	58,746
	Estimated Amount Remaining	113,670

*Revenue*

	Budget \$000
<b>Revenue from the Crown to end of 2021/22</b>	
Crown Lending and Bank Accounts	1,017
Export Credit	6,282
Fiscal Management and Reporting	26,626
Investment Management and Asset Performance	13,422
Policy Advice	180,324
<b>Total Revenue Crown to end of 2021/22</b>	<b>227,671</b>
<b>Revenue from Others to end of 2021/22</b>	
Crown Lending and Bank Accounts	252
Fiscal Management and Reporting	1,272
Investment Management and Asset Performance	6,364
Policy Advice	7,477
<b>Total Revenue Other to end of 2021/22</b>	<b>15,365</b>
<b>Total Revenue</b>	<b>243,036</b>

*What is Intended to be Achieved with this Appropriation*

This appropriation is intended to provide the government with high quality policy and financial advice and to deliver financial services.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Departmental Output Expenses</b>			
<b>Crown Lending and Bank Accounts</b>			
This category is intended to ensure the use of bank accounts across the Crown is controlled and financial returns are consolidated and maximised.	New intention statement		Expired Measure
Crown Departments are able to conduct banking transactions, with no Crown bank accounts opened outside of this policy and visibility of the total cash position of the Crown is maintained	New measure in 2020/21	Achieved	Achieved
<b>Export Credit</b>			
This category is intended to provide exporters and export suppliers with financial guarantees and insurance solutions when a bank or insurer may not be able to help New Zealand exporters grow internationally.	New intention statement		Expired Measure
The internationalisation of New Zealand exporters are promoted and supported when commercial markets cannot assist	New measure in 2020/21	Achieved	Achieved
Implementation of an annual marketing and engagement strategy	New measure in 2020/21	Achieved	Achieved
New Zealand exports and the internationalisation of New Zealand exporters are promoted and supported	Measure removed	Measure removed	Measure removed

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Fiscal Management and Reporting</b>			
This category is intended to achieve well-informed Budget decisions and the publication of Budget and related documents, Financial Statements of the Government outturns and forecasts.	New intention statement		Expired Measure
Published documents are produced without material error, as measured by the number of corrections in the form of formal republication or errata	New measure in 2020/21	Zero formal republication and errata	Zero formal republication and errata
Statutorily required documents as part of the annual financial cycle are produced in accordance with PFA requirements and free from material errors	Measure removed	Measure removed	Expired measure
<b>Investment Management and Asset Performance</b>			
This category is intended to achieve an efficient, effective and sustainable investment management system to support the delivery of value from capital investments.	New intention statement		Expired Measure
<b>Policy Advice</b>			
This category is intended to enable and facilitate Ministerial decision-making that achieves for New Zealand improved economic performance, a high-performing State sector, and a stable and sustainable macroeconomic environment	New intention statement		Expired Measure
Papers with a score of 3 or more	Revised performance	80%	80%

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Treasury in its 2020/21 Annual Report.

### *Reasons for Change in Appropriation*

This multi-year, multi-category appropriation increased by \$26.938 million to \$395.238 million for 2020/21 due to:

- a transfer of \$1.400 million from the Ministry of Housing and Urban Development to monitor the Government Services Package
- a transfer of \$1.034 million from the Infrastructure Funding and Financing appropriation
- additional funding of \$2.300 million for one-off, additional advice to Ministers
- additional funding of \$18.894 million to accelerate New Zealand's economic recovery
- additional funding of \$800,000 to develop a funding and financing strategy for Aotearoa New Zealand's climate change transition
- additional funding of \$718,000 for the Government Implementation Unit
- increased third party revenue of \$2.500 million, and
- a decrease of \$780,000 due to a reduction in capital charges.