

Vote Foreign Affairs

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

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

RESPONSIBLE MINISTER FOR MINISTRY OF FOREIGN AFFAIRS AND TRADE: Minister of Foreign Affairs

Details of Appropriations and Capital Injections

Annual Appropriations and Forecast Permanent Appropriations

	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Departmental Output Expenses			
Policy Advice and Representation - Other Countries PLA (M34) (A20)	20	-	20
This appropriation is limited to meeting the costs, as set out in section 11 of the Foreign Affairs Act 1988, of superannuation for local staff employed by overseas posts to help with the management of New Zealand's foreign and trade relations with other countries.			
Total Departmental Output Expenses	20	-	20
Departmental Capital Expenditure			
Ministry of Foreign Affairs and Trade - Capital Expenditure PLA (M34) (A20)	63,863	(10,542)	53,321
This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Foreign Affairs and Trade, as authorised by section 24(1) of the Public Finance Act 1989.			
Total Departmental Capital Expenditure	63,863	(10,542)	53,321
Non-Departmental Output Expenses			
Antarctic Research and Support (M34) (A20)	26,820	-	26,820
Provision of management and logistic support for New Zealand activities in the Antarctic. The provider is the New Zealand Antarctic Institute.			
Expo 2020 Dubai (M34) (A20)	950	1,800	2,750
This appropriation is limited to New Zealand's participation at Expo 2020 Dubai.			
Pacific Cooperation Foundation (M34) (A20)	1,400	-	1,400
The promotion of mutual understanding and constructive linkages between New Zealanders and the other countries and people of the Pacific. The provider is the Pacific Cooperation Foundation of New Zealand.			
Promotion of Asian Skills and Relationships (M34) (A20)	5,500	-	5,500
This appropriation is limited to the provision of services that build and sustain New Zealanders' knowledge and understanding of and relationships with Asia.			
Total Non-Departmental Output Expenses	34,670	1,800	36,470
Non-Departmental Other Expenses			
Consular Loan Expenses (M34) (A20)	50	-	50
This appropriation is limited to unrecoverable financial assistance provided to New Zealanders in distress overseas and expenses arising from any concessional terms and conditions that apply to recoverable financial assistance provided.			
Disbursements Made and Exemptions from Taxation PLA (M34) (A20)	2,700	-	2,700
Refund of New Zealand local body rates for offices and residential premises of overseas diplomatic missions and consular posts pursuant to section 21 of the Diplomatic Privileges and Immunities Act 1968.			
Subscriptions to International Organisations (M34) (A20)	60,729	-	60,729
This appropriation is limited to non-discretionary payments required as formal obligations arising from New Zealand's membership of international organisations, and as a signatory to international treaties and conventions.			
Total Non-Departmental Other Expenses	63,479	-	63,479

	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Non-Departmental Capital Expenditure			
Consular Loans (M34) (A20) This appropriation is limited to recoverable financial assistance provided to New Zealanders in distress overseas to help them meet essential and immediate needs, including the costs of repatriation.	1,700	-	1,700
New Zealand Antarctic Institute (M34) (A20) To enable NZAI to maintain the Scott Base buildings and services infrastructure.	61,000	-	61,000
Total Non-Departmental Capital Expenditure	62,700	-	62,700
Multi-Category Expenses and Capital Expenditure			
Act in the world to build a safer, more prosperous and more sustainable future for New Zealanders MCA (M34) (A20) The single overarching purpose of this appropriation is to promote and protect New Zealand's interests and values in the world to build a safer, more prosperous and more sustainable future for New Zealanders.	507,441	26,738	534,179
Departmental Output Expenses			
<i>Analysis and advice to inform New Zealand's foreign policy</i> This category is limited to providing analysis, advice and Ministerial services, and undertaking related domestic engagement, on all elements of New Zealand's foreign policy, other than international development cooperation.	63,260	15,879	79,139
<i>Delivery of New Zealand's foreign policy</i> This category is limited to international representation, advocacy and negotiation on all elements of New Zealand's foreign policy, other than international development cooperation.	279,983	(9,467)	270,516
<i>Delivery of services</i> This category is limited to the delivery of services to support New Zealand individuals, businesses and agencies overseas, and host government services to the diplomatic and consular corps in New Zealand.	56,934	1,532	58,466
<i>Management of New Zealand's International Development Cooperation</i> This category is limited to advice (including related domestic engagement and Ministerial services), representation and advocacy on international development issues, and the management of the New Zealand Aid Programme.	107,264	18,794	126,058
Total Multi-Category Expenses and Capital Expenditure	507,441	26,738	534,179
Total Annual Appropriations and Forecast Permanent Appropriations	732,173	17,996	750,169

Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Other Expenses		
International Development Cooperation (M34) (A20) This appropriation is limited to providing development cooperation and humanitarian assistance that support the sustainable development and welfare of Pacific Island and developing countries. Commences: 01 July 2021 Expires: 30 June 2024	Original Appropriation	2,538,709
	Adjustments to 2021/22	471,905
	Adjustments for 2022/23	1,850
	Adjusted Appropriation	3,012,464
	Actual to 2021/22 Year End	826,901
	Estimated Actual for 2022/23	904,608
	Estimate for 2023/24	1,280,955
	Estimated Appropriation Remaining	-

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

	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	732,173	17,996	750,169
Total Forecast MYA Non-Departmental Other Expenses	1,058,167	(153,559)	904,608
Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations	1,790,340	(135,563)	1,654,777

Capital Injection Authorisations

	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Ministry of Foreign Affairs and Trade - Capital Injection (M34) (A20)	31,600	-	31,600

Supporting Information

Part 1 - Vote as a Whole

1.2 - Trends in the Vote

Summary of Financial Activity

	2022/23				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	34,690	-	1,800	1,800	36,490
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	1,121,646	-	(153,559)	(153,559)	968,087
Capital Expenditure	126,563	(10,542)	-	(10,542)	116,021
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	507,441	26,738	-	26,738	534,179
<i>Other Expenses</i>	-	-	-	-	-
<i>Capital Expenditure</i>	-	N/A	-	-	-
Total Appropriations	1,790,340	16,196	(151,759)	(135,563)	1,654,777
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	400	N/A	-	-	400
Capital Receipts	1,700	N/A	-	-	1,700
Total Crown Revenue and Capital Receipts	2,100	N/A	-	-	2,100

Part 2 - Details of Departmental Appropriations

2.3 - Departmental Capital Expenditure and Capital Injections

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

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Foreign Affairs and Trade, as authorised by section 24(1) of the Public Finance Act 1989.

Capital Expenditure

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	51,548	(1,788)	49,760
Intangibles	12,315	(8,754)	3,561
Other	-	-	-
Total Appropriation	63,863	(10,542)	53,321

How Performance will be Assessed and End of Year Reporting Requirements

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Percentage of official residences with a Fit-for-Purpose performance gap <=2	85%	Revised standard	Revised standard
Percentage of official residences with a Fit-for-Purpose performance gap <=2 (see Note 1)	Revised standard	90%	90%

Note 1 - The revised budget standard is now 90% (an increase of 5%) to reflect a more realistic and relevant rate of activity. The budget actual for 2021/22 was 95%. The Ministry has decided to only increase the standard by 5% is to allow room for any unforeseen circumstances that might affect the Fit-for-Purpose performance gap.

Reasons for Change in Appropriation

This appropriation decreased by \$10.542 million to \$53.321 million for 2022/23 due to the rephrasing of expenditure on the Pacific Property Systems Project to future years and projects previously budgeted as capital expenditure, which are now expected to be operating expenditure (software-as-a-service).

*Capital Injections and Movements in Departmental Net Assets***Ministry of Foreign Affairs and Trade**

Details of Net Asset Schedule	2022/23 Main Estimates Projections \$000	2022/23 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2022/23
Opening Balance	755,213	767,055	Supplementary Estimates opening balance reflects the audited results as at 30 June 2022
Capital Injections	31,600	31,600	
Capital Withdrawals	-	(15,885)	Capital to operating swap to fund software-as-a-service solutions
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	786,813	782,770	

Part 3 - Details of Non-Departmental Appropriations

3.1 - Non-Departmental Output Expenses

Expo 2020 Dubai (M34) (A20)

Scope of Appropriation

This appropriation is limited to New Zealand's participation at Expo 2020 Dubai.

Reasons for Change in Appropriation

This appropriation increased by \$1.800 million to \$2.750 million for 2022/23 due to an expense transfer from 2021/22 to assist in meeting the ongoing leveraging and business development costs associated with Expo 2020 and continue to support New Zealand businesses who have participated in Expo leveraging activities for both current and ongoing activities.

3.4 - Non-Departmental Other Expenses

International Development Cooperation (M34) (A20)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
International Development Cooperation (M34) (A20) This appropriation is limited to providing development cooperation and humanitarian assistance that support the sustainable development and welfare of Pacific Island and developing countries. Commences: 01 July 2021 Expires: 30 June 2024	Original Appropriation	2,538,709
	Adjustments to 2021/22	471,905
	Adjustments for 2022/23	1,850
	Adjusted Appropriation	3,012,464
	Actual to 2021/22 Year End	826,901
	Estimated Actual for 2022/23	904,608
	Estimate for 2023/24	1,280,955
	Estimated Appropriation Remaining	-

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<i>International Development Cooperation Results (more directly attributable to New Zealand Support)</i>			
Number of people directly benefitting from activities which aim to increase resilience climate change and environmental degradation (No., Male/Female)	Standard dependent on need	Revised measure	Revised measure
Number of people directly benefitting from activities which aim to increase resilience to climate change and environmental degradation (No., Male/Female), of those number from new climate finance (see Note 1)	Revised measure	Standard dependent on need	Standard dependent on need (see Note 2)
People that complete tertiary or vocational training scholarship	>90% of people who were awarded scholarship	Revised measure	Revised measure
Number and percentage of people, who have been awarded scholarships, that complete tertiary or vocational scholarships (Male/Female) (see Note 3)	Revised measure	>90% of people who were awarded scholarship	>90% of people who were awarded scholarship

Note 1 - The wording of the measure has been revised to match Cabinet's commitments on climate finance (see the link to New Zealand's International Climate Finance Strategy below):

- **New Zealand's International Climate Finance Strategy**

<https://www.mfat.govt.nz/assets/Aid/Climate-finance/International-Climate-Finance-Strategy-At-a-glance-FINAL.pdf>

The Ministry does not apply a directional standard or target to this or similar measures. This is because they are an aggregation of dozens of individual projects (each at a different phase in their lifecycle), and the amount each programme is budgeted to deliver changes year to year depending on where in the lifecycle they are. As such, there may not always be an upward trend from year-to-year. Nonetheless, given the significant scale up in climate finance (\$200 million additional for 2022/23), the Ministry expects to see an uptick in number for this indicator once new climate activities enter implementation in the next year or so. However, we may not see this uptick until 2023/24.

Note 2 - Performance measures which include the standard "dependent on need" are output measures designed to quantify and aggregate the number of beneficiaries reached through a collection of IDC-funded initiatives every year. In general, where our funding increases, we would expect the number of beneficiaries reached to slowly increase. However, this varies gently from year to year depending on the stage of delivery of individual initiatives. As such it is not appropriate to assign a specific overall target of "increasing trend" standard to these aggregated measures, and this could in fact lead to perverse incentives around volume of delivery. The actual standards for measures with "dependent on need", from the last two financial years as follows:

- 2020/21 - 7,929 people (M: 2,811, F: 3,191, Not specified: 1,927)
- 2021/22 - 9,795 people (M: 2,538, F: 2,256. Gender diverse: 5, Not specified: 4,996).

Note 3 - The measure wording was revised to ensure the indicator matches the budget standard.

Reasons for Change in Appropriation

This appropriation increased by \$1.850 million to \$3,012.464 million due to the transfer from the Departmental Multi-Category Appropriation for the World Food Programme to address global food insecurity, which has been exacerbated by Russia's invasion of Ukraine. This is the second year of the three-year multi-year appropriation.

3.5 - Non-Departmental Capital Expenditure

Consular Loans (M34) (A20)

Scope of Appropriation

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

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Number of new approved consular loans	20	Revised measure	Revised measure
Number of New Zealanders assisted in emergency situations overseas through the provision of new consular loans (approved in accordance with policy) (see Note 1)	Revised measure	30	20

Note 1 - The performance measure wording has been revised to improve the qualitative characteristic (Original measure: Number of new approved consular loans). In terms of "approved in accordance with policy", the Ministry can provide short term financial assistance through a consular loan to New Zealanders and permanent residents in financial difficult overseas to ensure their immediate safety and wellbeing or return to New Zealand. The loan must be necessary and in the public interest, no more generous than is necessary, and the New Zealander must have no other financial options available to them, and a plan and commitment to repay the loan.

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

4 - Multi-Category Expenses and Capital Expenditure

Act in the world to build a safer, more prosperous and more sustainable future for New Zealanders (M34) (A20)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to promote and protect New Zealand's interests and values in the world to build a safer, more prosperous and more sustainable future for New Zealanders.

Scope of Appropriation

Departmental Output Expenses

Analysis and advice to inform New Zealand's foreign policy

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

Delivery of New Zealand's foreign policy

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

Delivery of services

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

Management of New Zealand's International Development Cooperation

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

Expenses, Revenue and Capital Expenditure

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	507,441	26,738	534,179
Departmental Output Expenses			
Analysis and advice to inform New Zealand's foreign policy	63,260	15,879	79,139
Delivery of New Zealand's foreign policy	279,983	(9,467)	270,516
Delivery of services	56,934	1,532	58,466
Management of New Zealand's International Development Cooperation	107,264	18,794	126,058

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Funding for Departmental Output Expenses			
Revenue from the Crown	496,626	27,027	523,653
Analysis and advice to inform New Zealand's foreign policy	63,260	15,879	79,139
Delivery of New Zealand's foreign policy	279,983	(9,567)	270,416
Delivery of services	46,119	1,921	48,040
Management of New Zealand's International Development Cooperation	107,264	18,794	126,058
Revenue from Others	10,815	(289)	10,526
Delivery of New Zealand's foreign policy	-	100	100
Delivery of services	10,815	(389)	10,426

What is Intended to be Achieved with this Appropriation

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Departmental Output Expenses			
Analysis and advice to inform New Zealand's foreign policy			
This category is intended to achieve providing analysis, advice and Ministerial services, and undertaking related domestic engagement, on all elements of Aotearoa New Zealand's foreign policy, other than international development cooperation.			
Ministerial Services			
Average number of days to send Ministry OIA request response to a requestor (see Note 1)	25 days	Retire measure	Retire measure
Delivery of New Zealand's foreign policy			
This category is intended to achieve international representation, advocacy and negotiation on all elements of New Zealand's foreign policy, other than international development cooperation.			
Strengthen, protect and use international rules and institutions to pursue New Zealand values and interests			
Number of resolutions New Zealand leads or co-sponsors in the UN General Assembly and the Human Rights Council	55-75	Revised standard	Revised Standard
Number of resolutions New Zealand leads or co-sponsors in the UN General Assembly and the Human Rights Council	Revised standard	65-75	65-75 (see Note 2)
Number of multilateral meetings in which Ministers are supported to participate (UN, WTO, Commonwealth, OECD and other relevant meetings) (see Note 5)	Baseline to be reset	Retire measure	Retire measure
Number of negotiations concluded in line with Cabinet mandates (see Note 5)	3-8	Retire measure	Retire measure

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<i>Grow sustainable economic returns and resilience from trade, investment and other international connections</i>			
Number of visits on which New Zealand Trade Ministers are supported by the Ministry (see Note 5)	3-5	Retire measure	Retire measure
<i>Embed New Zealand as an active and integral partner in shaping an Indo-Pacific order that delivers regional stability and economic integration</i>			
Number of APEC, ASEAN, EAS, ARF, ASEM, FEALAC meetings in which Ministers are supported to participate (see Note 5)	Baseline to be reset	Retire measure	Retire measure
<i>Promote a stable, prosperous and resilient Pacific in which New Zealand's interests and influence are safeguarded</i>			
Number of High Level Consultations between New Zealand and Pacific bilateral partners (see Note 5)	12	Retire measure	Retire measure
Number of High Level Consultations between New Zealand and Pacific Regional Agencies (see Note 5)	3	Retire measure	Retire measure
Formal engagements focused on the Pacific between New Zealand and non-Pacific bilateral partners (see Note 5)	5	Retire measure	Retire measure
<i>Promote sustainable international solutions to global environment and natural resource challenges that impact on New Zealand</i>			
Number of multilateral or plurilateral environment and climate change-related meetings in which Ministers are supported to participate (see Note 5)	Baseline to be reset	Retire measure	Retire measure
Number of negotiations concluded in line with Cabinet mandates (see Note 5)	3	Retire measure	Retire measure
<i>Lead New Zealand's international action to advance and protect New Zealand's safety and New Zealand's security</i>			
Number of multilateral and regional security-related meetings in which Ministers are supported to participate (see Note 5)	Baseline to be reset	Retire measure	Retire measure
Number of space payload approvals assessed (see Note 5)	15-20	Retire measure	Retire measure
Number of high-quality joint Cabinet papers regarding peace and security related deployments approved by Ministers (see Note 5)	1-3	Retire measure	Retire measure
<i>Build and leverage targeted international relationship to achieve our goals</i>			
Number of joint Ministerial statements delivered with bilateral partners (see Note 5)	5-10	Retire measure	Retire measure
Number of Foreign Ministry Consultations between Aotearoa New Zealand and bilateral partners (see Note 5)	20-23	Retire measure	Retire measure

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Delivery of services			
This category is intended to achieve the delivery of services to support Aotearoa New Zealand individuals, businesses and agencies overseas, and host government services to the diplomatic and consular corps in New Zealand.			
Services for other New Zealand agencies overseas			
Average satisfaction score on the Ministry's service provision on a five point scale (see Note 3)	3.5	Retire measure	Retire measure
Percentage of fee schedules (based on the agreed level of Ministry's services provided to other New Zealand agencies) accepted without amendment (see Note 3)	New measure	Baseline to be set	Baseline to be set
Management of New Zealand's International Development Cooperation			
This category is intended to achieve advice (including related domestic engagement and Ministerial services), representation and advocacy on international development issues, and the management of the New Zealand Aid Programme. Please note Aotearoa New Zealand's International climate finance is delivered through the International Development Cooperation MYA and therefore the suite of IDC measures in the Management of IDC category and also cover Aotearoa New Zealand's climate finance.			
Ministerial Services			
Average number of days to send Ministry OIA request response to a requestor (see Note 4)	25 days	Retire measure	Retire measure
Delivery of the New Zealand Aid Programme			
Amount and percentage of IDC funding, which addresses climate change mitigation and adaption - of this: % and amount spent in the Pacific; % and amount addressing climate change adaption	Increasing trend	Revised measure and standard	Revised measure and standard
Amount and percentage of new climate finance: Spent in the Pacific (see Note 5)	Revised measure and standard	At least 50%	At least 50% (see Note 6)
Amount and percentage of new climate finance: Spent on Activities which target adaptation (see Note 5)	Revised measure and standard	At least 50%	At least 50% (see Note 6)
Number of independent assurance activities to review the quality of climate finance related activities (see Note 7)	New Measure	New measure	2

Note 1 - This measure has been retired to sharpen and increase clarity of performance.

Note 2 - The revised budget standard has been tightened from 55-75 to 65-75 to improve data quality and faithful presentation of data.

Note 3 - The performance measure has been added and replaced the original measure, as it is more relevant and increases understandability and is a faithful representation to the Ministry's services for other New Zealand agencies overseas. (Original measure: Average satisfaction score on the Ministry's service provision on a five-point scale).

The fee schedules are issued annually to NZ agencies overseas for the service the Ministry provides to them based on the level of support required. Services may include: co-location, shared infrastructure, residential accommodation, resource support, diplomatic facilitation, and any other specified additional services. Acceptance of fee schedules without amendment or queries is a reflection of satisfactory service provided by the Ministry.

Note 4 - These measures were identified as indicators of activity rather than depicting actual performance. Measures retired help to strengthen performance meaningfulness.

Note 5 - The original measure has been split into two measures, one covering "Spent in the Pacific" and the other covering "Spent on Activities with target adaptation". The wording of the measure has been revised to better match Cabinet's commitment to supporting developing countries adapt to the environmental, economic and social impacts of climate change, with a focus on the Pacific. These commitments are set out in New Zealand's International Climate Finance Strategy (see New Zealand's International Climate Finance Strategy link below).

NB - where activities do not target climate adaptation, they target climate mitigation.

- **New Zealand's International Climate Finance Strategy**

<https://www.mfat.govt.nz/assets/Aid/Climate-finance/International-Climate-Finance-Strategy-At-a-glance-FINAL.pdf>

Note 6 - The Budget Standard has been revised to match Cabinet's targets to support developing countries adaptation to the environmental, economic and social impacts of climate change, with a focus on the Pacific. These commitments are set out in New Zealand's International Climate Finance Strategy (see New Zealand's International Climate Finance Strategy link below).

NB - where activities do not target climate adaptation, they target climate mitigation.

- **New Zealand's International Climate Finance Strategy**

<https://www.mfat.govt.nz/assets/Aid/Climate-finance/International-Climate-Finance-Strategy-At-a-glance-FINAL.pdf>

Note 7 - This is a new measure added to 2022/23 to monitor performance assurance and improvement relating to activities with climate mitigation or adaptation as their principal purpose. This measure will be replaced by a new quality standard in 2023/24 when there are a greater number of climate related activities that can be assessed against the Ministry's quality standards for activity management.

How Performance will be Assessed for this Appropriation

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Percentage of stakeholders who are satisfied with MFAT's effectiveness at representing Aotearoa New Zealand interests	80%	Revised standard	Revised standard
Percentage of stakeholders who are satisfied with MFAT's effectiveness at representing Aotearoa New Zealand interests	Revised standard	Not measured (conducted biennially) (see Note 1)	Not measured (conducted biennially) (see Note 1)

Note 1 - The Ministry conducts the Stakeholder Engagement Survey biennially. The 2022/23 Budget Standard has been updated to reflect this. As majority of the Ministry's work is longitudinal and often takes a few years before impact or results become available, surveying annually is unlikely to see major changes in trends. Looking back at the survey data since 2017, the Ministry's stakeholder perceptions and satisfaction are largely consistent, on both positive perceptions and some persistent pain points. Given the last survey was completed in 2021/22, the Ministry expects there will not be any material change in the results for 2022/23 and will not affect the appropriateness of the performance reporting. The 2021/22 result was 85%. The next Stakeholder Engagement Survey will be conducted in 2023/24.

Reasons for Change in Appropriation

This appropriation increased by \$26.738 million to \$534.179 million for 2022/23 due to:

- an increase of \$15.488 million to reflect a capital to operating swap for software-as-a-service
- an increase of \$5 million to reflect additional funding for delivery of assistance for Ukraine
- an increase of \$4.843 million for expense transfers from 2021/22
- an increase of \$3.636 million resulting from foreign exchange rate and overseas inflation movements
- an increase of \$310,000 to send a delegation from New Zealand to attend the coronation of King Charles III in London, United Kingdom
- an increase of \$100,000 funding from other agencies from the Crown Leverage & Legacy Fund appropriation to support promotional events leading up to the FIFA Women's World Cup.

These increases are partially offset by:

- a decrease of \$1.850 million in 2022/23 is due to the transfer to International Development Cooperation non-departmental other expense for the World Food Programme to address global food insecurity, which has been exacerbated by Russia's invasion of Ukraine
- a decrease of \$400,000 to reflect a transfer to NZDF for officer secondment
- a decrease of \$389,000 reflecting a reduction in third-party funding resulting from lower demand from other agencies co-located with the Ministry at overseas posts.