

Vote Primary Industries and Food Safety

APPROPRIATION MINISTER(S): Minister for Food Safety (M33), Minister for Primary Industries (M87)

APPROPRIATION ADMINISTRATOR: Ministry for Primary Industries

RESPONSIBLE MINISTER FOR MINISTRY FOR PRIMARY INDUSTRIES: Minister for Primary Industries

Overview of the Vote

The Minister for Primary Industries is responsible for appropriations in the Vote for the 2015/16 financial year covering:

- just over \$100 million (12% of the Vote) on the departmental output expenses for the development and implementation of policy advice
- nearly \$179 million (21% of the Vote) on departmental output expenses for border and domestic biosecurity risk management
- nearly \$73 million (8% of the Vote) on departmental output expenses for fisheries enforcement and monitoring, fisheries management, animal welfare education and enforcement, administration of grants and programmes, supporting and monitoring the growth of the aquaculture industry, and management of Crown forestry assets
- just over \$96 million (11% of the Vote) on non-departmental output expenses for purchasing forest management and wood production services from sector contractors for Crown forests, for the Crown's contribution to implementation of the National Bovine Tuberculosis Pest Management Strategy, for climate change research, and for the operation of the NZ Walking Access Commission
- nearly \$136 million (16% of the Vote) for non-departmental other expenses, notably for the Primary Growth Partnership, a Government-industry initiative that invests in significant programmes of research and innovation to boost economic growth and sustainability across the primary sectors, and for settlement of the Crown's aquaculture new space obligations under the Māori Commercial Aquaculture Claims Settlement Act 2004
- just over \$174 million (20% of the Vote) for capital expenditure including nearly \$100 million investment in Crown Irrigation Investments Ltd.

The Minister for Food Safety is responsible for appropriations in the Vote for the 2015/16 financial year covering a total of just over \$103 million (12% of the Vote).

The Food Safety appropriations fund protecting consumers from food borne disease; maintaining and enhancing New Zealand's reputation as a trusted supplier of safe and suitable food; delivering assurances to consumers; responses to food related incidents; and development and implementation of food related standards.

Crown Revenue and Capital Receipts

The Ministry for Primary Industries expects to collect nearly \$120 million of Crown revenue and capital receipts in 2015/16, including:

- nearly \$80 million for the sale of logs from Crown forests
- just over \$33 million in cost recoveries from the fishing industry

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

Details of Appropriations and Capital Injections

Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2014/15		2015/16
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Departmental Output Expenses			
Administration and Management of Crown Forestry Assets (M87) This appropriation is limited to administration and management of the Crown's interest in forests and forestry-related assets.	1,279	1,279	-
Administration of Grants and Programmes (M87) This appropriation is limited to the administration of government approved schemes, grants and assistance to the land-based sectors.	6,779	6,774	-
Animal Welfare Education and Enforcement (M87) This appropriation is limited to education and enforcement intended to improve animal welfare in New Zealand.	6,908	6,885	-
Assurance (M33) This appropriation is limited to justifying and delivering assurances to consumers, the public, overseas authorities and other stakeholders that food, food-related products and inputs into the production of food (whether undertaken or produced in New Zealand or imported) are managed, audited, approved, registered and/or monitored in accordance with New Zealand legislation and, for exports, relevant importing countries' market access requirements.	62,101	61,706	-
Implementation of the Emissions Trading Scheme and Indigenous Forestry (M87) This appropriation is limited to the implementation of the agriculture and forestry provisions of the Climate Change Response Act 2002 and the indigenous forestry provisions of the Forests Act 1949.	10,256	9,936	-
Information (M33) This appropriation is limited to engagement of, and information for, stakeholders about food safety and suitability, to encourage participation in, and compliance with, the food regulatory programme, and to enable consumers to make appropriate food choices.	1,934	1,929	-
Response (M33) This appropriation is limited to the investigation of, preparedness for, and response to, food related events, incidents, emergencies, complaints and suspected breaches of legislation and taking appropriate sanctions and enforcement action.	4,527	4,524	-
Standards (M33) This appropriation is limited to the scientific inputs and development and implementation of food related standards (including as appropriate international and joint Australia/New Zealand standards) and standards related to inputs into food production, imports, exports, new and emerging issues and the domestic market.	18,202	18,194	-
Total Departmental Output Expenses	111,986	111,227	-
Departmental Capital Expenditure			
Ministry for Primary Industries - Capital Expenditure PLA (M87) This appropriation is limited to the purchase or development of assets by and for the use of the Ministry for Primary Industries, as authorised by section 24(1) of the Public Finance Act 1989.	16,651	15,600	74,336
Total Departmental Capital Expenditure	16,651	15,600	74,336

Titles and Scopes of Appropriations by Appropriation Type	2014/15		2015/16
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Output Expenses			
Climate Change Research (M87) This appropriation is limited to obtaining science, research, technology, capacity and capability in climate change related to the primary land-based sectors.	4,836	4,836	2,384
Control of TB Vectors (M87) This appropriation is limited to the Crown's contribution to the implementation of the National Bovine Tuberculosis Pest Management Strategy.	30,000	30,000	30,000
Support for Walking Access (M87) This appropriation is limited to the operation of the New Zealand Walking Access Commission.	1,789	1,789	1,789
Management of Crown Forestry Assets (M87) This appropriation is limited to the purchase of forestry operations, management services, research and related forest asset expenditure.	83,480	78,480	-
Total Non-Departmental Output Expenses	120,105	115,105	34,173
Benefits or Related Expenses			
Rural Veterinarians Bonding Scheme (M87) This appropriation is limited to the provision of payments to veterinary professionals agreeing to work in understaffed, rural areas, in accordance with government approved criteria and guidelines.	1,650	1,500	1,650
Total Benefits or Related Expenses	1,650	1,500	1,650
Non-Departmental Other Expenses			
Aquaculture Settlements (M87) This appropriation is limited to the recognition of settlements negotiated under the Māori Aquaculture Commercial Claims Settlement Act 2004.	66,348	57,000	19,000
Provision for Fisheries Debt Write Downs (M87) This appropriation is limited to commercial fishing sector quota holder debt write-offs.	3,000	1,000	1,000
Response to the Kiwifruit disease Pseudomonas Syringae pv. Actinidiae (M87) This appropriation is limited to supporting an industry-led programme for the kiwifruit disease pseudomonas syringae pv. actinidiae.	2,059	750	500
Subscriptions to International Organisations (M87) This appropriation is limited to New Zealand's membership of primary industry-related international organisations.	3,208	3,000	3,208
Adverse Climatic Events (M87) This appropriation is limited to providing recovery assistance to the primary sector in the aftermath of adverse climatic events and assistance to rural support trusts.	526	400	-
Fisheries Quota Shares and ACE Administration Costs (M87) This appropriation is limited to the administration of the sale of Crown Quota Shares and Annual Catch Entitlement (ACE).	24	-	-
Hill Country Erosion Fund (M87) This appropriation is limited to projects that protect erosion-prone hill country.	2,200	2,000	-
Joint Food Standards Setting Treaty (M33) This appropriation is limited to the development of joint food standards, codes of practice, and guidance material for Australia and New Zealand by Food Standards Australia New Zealand in accordance with the Joint Food Standards Setting Treaty.	2,100	2,100	-
Sustainable Farming Fund (M87) This appropriation is limited to community driven programmes aimed at improving economic and environmental performance.	8,291	7,000	-
Total Non-Departmental Other Expenses	87,756	73,250	23,708

Titles and Scopes of Appropriations by Appropriation Type	2014/15		2015/16
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Capital Expenditure			
Crown Forestry Assets (M87)	500	400	-
This appropriation is limited to capital expenditure on Crown forests, including roading, bridges, fencing and fire equipment.			
Total Non-Departmental Capital Expenditure	500	400	-
Multi-Category Expenses and Capital Expenditure			
Administration and Management of Crown Forestry Assets and Operations MCA (M87)	-	-	63,294
The overarching purpose for this appropriation is to achieve the outcome of obtaining the best return on the Crown's interest in forestry assets whilst seeking opportunities for the Crown to divest its interest in those assets.			
<i>Departmental Output Expenses</i>			
<i>Administration and Management of Crown Forestry Assets</i>	-	-	1,390
This category is limited to administration and management of the Crown's interest in forests and forestry-related assets.			
<i>Non-Departmental Output Expenses</i>			
<i>Operational Management of the Crown Forest Estate</i>	-	-	61,904
This category is limited to the purchase of forestry operations, management services, research and related forest asset expenditure including expenditure related to asset divestment.			
Border and Domestic Biosecurity Risk Management MCA (M87)	-	-	178,961
The overarching purpose of this appropriation is to improve biosecurity risk management by providing operational support to prevent harmful organisms from crossing the borders and working to reduce the unwanted harm caused by organisms already established in New Zealand.			
<i>Departmental Output Expenses</i>			
<i>Biosecurity Incursion Response and Long Term Pest Management</i>	-	-	31,692
This category is limited to the assessment, containment and possible eradication of suspected biosecurity risk organisms within New Zealand.			
<i>Border Biosecurity Monitoring and Clearance</i>	-	-	91,300
This category is limited to biosecurity monitoring and clearance programmes that manage the biosecurity risk associated with international trade and travel.			
<i>Border Biosecurity Systems Development and Maintenance</i>	-	-	15,896
This category is limited to the development and maintenance of standards and systems that manage biosecurity risk associated with imports and exports.			
<i>Domestic Biosecurity Surveillance</i>	-	-	40,073
This category is limited to domestic biosecurity surveillance activities.			
Border Biosecurity Risk Management MCA (M87)	96,396	95,242	-
The overarching purpose of this appropriation is to provide operational policy advice and other support to Ministers in discharging their operational policy decision-making and other portfolio responsibilities with regards to border biosecurity risk management.			
<i>Departmental Output Expenses</i>			
<i>Border Biosecurity Monitoring and Clearance</i>	80,316	79,237	-
This category is limited to biosecurity monitoring and clearance programmes that manage the biosecurity risk associated with international trade and travel.			
<i>Border Biosecurity Systems Development and Maintenance</i>	16,080	16,005	-
This category is limited to the development and maintenance of standards and systems that manage biosecurity risk associated with imports and exports.			

Titles and Scopes of Appropriations by Appropriation Type	2014/15		2015/16
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Multi-Category Expenses and Capital Expenditure - cont'd			
Development and Implementation of Food Safety Policy Advice MCA (M33) The overarching purpose of this appropriation is to provide both policy and operational advice and support to Ministers in discharging their policy and operational decision-making responsibilities with regards to food safety.	-	-	6,484
<i>Departmental Output Expenses</i>			
<i>Development of Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to food safety.	-	-	4,115
<i>Implementation of Policy Advice</i> This category is limited to implementing policy decisions, operational policy, and administering legislation relating to food safety matters, and ministerial servicing.	-	-	2,369
Development and Implementation of Policy Advice MCA (M33) The overarching purpose of this appropriation is to provide both policy and operational advice and support to Ministers in discharging their policy and operational decision-making responsibilities with regards to food safety.	5,753	5,638	-
<i>Departmental Output Expenses</i>			
<i>Implementation of Policy Advice</i> This category is limited to implementing policy decisions, operational policy, and administering legislation relating to food safety matters, and ministerial servicing.	2,631	2,518	-
<i>Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to food safety.	3,122	3,120	-
Development and Implementation of Primary Industries Policy Advice MCA (M87) The overarching purpose of this appropriation is to provide both policy and operational advice and support to Ministers in discharging their policy and operational decision-making responsibilities with regards to primary industries.	-	-	100,491
<i>Departmental Output Expenses</i>			
<i>Agriculture and Forestry Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to agriculture and forestry, animal welfare and climate change.	-	-	29,938
<i>Biosecurity Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to biosecurity.	-	-	2,510
<i>Fisheries Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to the development of standards and guidelines for the sustainable and efficient utilisation of New Zealand's fisheries and promotion of New Zealand's interests in an international context.	-	-	4,599
<i>Implementation of Agriculture and Forestry Policy Advice</i> This category is limited to implementing policy decisions, operational policy, and administering legislation relating to agriculture and forestry, animal welfare and climate change matters, and ministerial servicing.	-	-	23,524

Titles and Scopes of Appropriations by Appropriation Type	2014/15		2015/16
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
<i>Implementation of Biosecurity Policy Advice</i> This category is limited to implementing policy decisions, operational policy, and administering legislation relating to biosecurity matters, and ministerial servicing.	-	-	2,564
<i>Implementation of the Emissions Trading Scheme and Indigenous Forestry</i> This category is limited to the implementation of the agriculture and forestry provisions of the Climate Change Response Act 2002 and the indigenous forestry provisions of the Forests Act 1949.	-	-	8,822
<i>Operational Advice on Sustainability and Management Controls in Fisheries</i> This category is limited to operational advice to support decision-making by Ministers on Government policy matters relating to operational advice on sustainability and management controls for New Zealand's fisheries.	-	-	28,534
Development of Policy Advice MCA (M87) The overarching purpose of this appropriation is to provide policy advice to Ministers in discharging their policy decision-making responsibilities.	59,233	55,718	-
<i>Departmental Output Expenses</i>			
<i>Agriculture and Forestry Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to agriculture and forestry, animal welfare and climate change.	26,735	26,595	-
<i>Biosecurity Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to biosecurity.	2,454	2,454	-
<i>Fisheries Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to the development of standards and guidelines for the sustainable and efficient utilisation of New Zealand's fisheries and promotion of New Zealand's interests in an international context.	4,799	4,799	-
<i>Operational Advice on Sustainability and Management Controls in Fisheries</i> This category is limited to operational advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to operational advice on sustainability and management controls for New Zealand's fisheries.	25,245	21,870	-
Domestic Biosecurity Risk Management MCA (M87) The overarching purpose of this appropriation is to provide operational policy advice and other support to Ministers in discharging their operational policy decision-making and other portfolio responsibilities with regards to domestic biosecurity risk management.	74,912	71,076	-
<i>Departmental Output Expenses</i>			
<i>Biosecurity Incursion Response and Long Term Pest Management</i> This category is limited to the assessment, containment and possible eradication of suspected risk organisms within New Zealand.	38,388	38,302	-
<i>Domestic Biosecurity Surveillance</i> This category is limited to domestic surveillance activities.	36,524	32,774	-

Titles and Scopes of Appropriations by Appropriation Type	2014/15		2015/16
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Multi-Category Expenses and Capital Expenditure - cont'd			
Food Safety MCA (M33)	-	-	96,673
The overarching purpose of this appropriation is to protect consumers from food borne disease and maintain and enhance New Zealand's reputation as a trusted supplier of safe and suitable food.			
<i>Departmental Output Expenses</i>			
<i>Assurance</i>	-	-	67,439
This category is limited to justifying and delivering assurances to consumers, the public, overseas authorities and other stakeholders that food, food-related products and inputs into the production of food (whether undertaken or produced in New Zealand or imported) are managed, audited, approved, registered and/or monitored in accordance with New Zealand legislation and, for exports, relevant importing countries' market access requirements.			
<i>Information</i>	-	-	1,936
This category is limited to engagement of, and information for, stakeholders about food safety and suitability, to encourage participation in, and compliance with, the food regulatory programme, and to enable consumers to make appropriate food choices.			
<i>Response</i>	-	-	5,064
This category is limited to the investigation of, preparedness for, and response to, food related events, incidents, emergencies, complaints and suspected breaches of legislation and taking appropriate sanctions and enforcement action.			
<i>Standards</i>	-	-	20,134
This category is limited to the scientific inputs and development and implementation of food related standards (including as appropriate international and joint Australia/New Zealand standards) and standards related to inputs into food production, imports, exports, new and emerging issues and the domestic market.			
<i>Non-Departmental Other Expenses</i>			
<i>Joint Food Standards Setting Treaty</i>	-	-	2,100
This category is limited to the development of joint food standards, codes of practice, and guidance material for Australia and New Zealand by Food Standards Australia New Zealand in accordance with the Joint Food Standards Setting Treaty.			
Grants and Programmes MCA (M87)	-	-	18,201
The overarching purpose for this appropriation is the administration of schemes, grants, programmes and assistance which are designed to achieve the outcome of innovation and sustainable resource management within the primary sector.			
<i>Departmental Output Expenses</i>			
<i>Administration of Grants and Programmes</i>	-	-	7,164
This category is limited to the administration of government approved schemes, grants and assistance to the land-based sectors.			
<i>Non-Departmental Other Expenses</i>			
<i>Adverse Climatic Events</i>	-	-	526
This category is limited to providing recovery assistance to the primary sector in the aftermath of adverse climatic events and assistance to rural support trusts.			
<i>Hill Country Erosion Fund</i>	-	-	2,200
This category is limited to projects that protect erosion-prone hill country.			
<i>Sustainable Farming Fund</i>	-	-	8,311
This category is limited to community driven programmes aimed at improving economic and environmental performance in farming.			

Titles and Scopes of Appropriations by Appropriation Type	2014/15		2015/16
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Implementation of Policy Advice MCA (M87)	79,960	79,124	-
The overarching purpose of this appropriation is to provide operational policy advice and other support to Ministers in discharging their operational policy decision-making and other portfolio responsibilities.			
<i>Departmental Output Expenses</i>			
<i>Aquaculture</i>	4,279	4,279	-
This category is limited to implementing, supporting and monitoring the aquaculture strategy, and ministerial servicing.			
<i>Fisheries Enforcement and Monitoring</i>	38,789	38,789	-
This category is limited to informing, assisting, directing and enforcing adherence to New Zealand fisheries laws, and ministerial servicing.			
<i>Fisheries Management</i>	12,163	12,163	-
This category is limited to implementing ministerial decisions on sustainability and management controls for New Zealand fisheries, and ministerial servicing.			
<i>Implementation of Agriculture and Forestry Policy Advice</i>	21,835	20,999	-
This category is limited to implementing policy decisions, operational policy, and administering legislation relating to agriculture and forestry, animal welfare and climate change matters, and ministerial servicing.			
<i>Implementation of Biosecurity Policy Advice</i>	2,894	2,894	-
This category is limited to implementing policy decisions, operational policy, and administering legislation relating to biosecurity matters, and ministerial servicing.			
Sustainable Economic Development and Trade MCA (M87)	-	-	64,455
The overarching purpose for this appropriation is to efficiently manage New Zealand's primary production and natural resources in a sustainable manner.			
<i>Departmental Output Expenses</i>			
<i>Animal Welfare Education and Enforcement</i>	-	-	8,978
This category is limited to education and enforcement intended to improve animal welfare in New Zealand.			
<i>Aquaculture</i>	-	-	4,952
This category is limited to implementing aquaculture policy advice, supporting and monitoring the growth of the aquaculture industry.			
<i>Fisheries Enforcement and Monitoring</i>	-	-	38,251
This category is limited to informing, assisting, directing and enforcing adherence to New Zealand fisheries laws.			
<i>Fisheries Management</i>	-	-	12,250
This category is limited to implementing ministerial decisions on sustainability and management controls for New Zealand fisheries.			
<i>Non-Departmental Other Expenses</i>			
<i>Fisheries Quota Shares and ACE Administration Costs</i>	-	-	24
This category is limited to the administration of the sale of Crown Quota Shares and Annual Catch Entitlement (ACE).			
Total Multi-Category Expenses and Capital Expenditure	316,254	306,798	528,559
Total Annual and Permanent Appropriations	654,902	623,880	662,426

Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Other Expenses		
East Coast Afforestation Grants (M87)	Original Appropriation	18,460
This appropriation is limited to grants under the Forestry (East Coast) Grants Regulations 2000.	Adjustments to 2013/14	4,495
Commences: 01 July 2013	Adjustments for 2014/15	-
Expires: 30 June 2017	Adjusted Appropriation	22,955
	Actual to 2013/14 Year End	3,357
	Estimated Actual for 2014/15	5,450
	Estimated Actual for 2015/16	5,500
	Estimated Appropriation Remaining	8,648
Global Research Alliance on Agricultural Greenhouse Gases (M87)	Original Appropriation	38,253
This appropriation is limited to the Global Research Alliance on Agricultural Greenhouse Gases.	Adjustments to 2013/14	(8,968)
Commences: 01 July 2012	Adjustments for 2014/15	219
Expires: 30 June 2016	Adjusted Appropriation	29,504
	Actual to 2013/14 Year End	8,732
	Estimated Actual for 2014/15	6,000
	Estimated Actual for 2015/16	14,772
	Estimated Appropriation Remaining	-
Primary Growth Partnership (M87)	Original Appropriation	352,380
This appropriation is limited to primary, food and forestry sector investment in education and skills development, research and development, product development, commercialisation, market development and technology transfer, in partnership with relevant industry groups, including research related to greenhouse gases via the New Zealand Agricultural Greenhouse Gas Research Centre.	Adjustments to 2013/14	(25,629)
Commences: 01 July 2012	Adjustments for 2014/15	(50,695)
Expires: 30 June 2017	Adjusted Appropriation	276,056
	Actual to 2013/14 Year End	78,724
	Estimated Actual for 2014/15	56,850
	Estimated Actual for 2015/16	69,877
	Estimated Appropriation Remaining	70,605
Water Storage and Irrigation Investment Proposals (M87)	Original Appropriation	32,500
This appropriation is limited to preparation of proposals for irrigation schemes to an investment ready stage.	Adjustments to 2013/14	725
Commences: 01 July 2012	Adjustments for 2014/15	-
Expires: 30 June 2016	Adjusted Appropriation	33,225
	Actual to 2013/14 Year End	14,412
	Estimated Actual for 2014/15	8,107
	Estimated Actual for 2015/16	10,706
	Estimated Appropriation Remaining	-

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Capital Expenditure		
Crown Irrigation Investments Limited (M87)	Original Appropriation	40,000
This appropriation is limited to the Crown's investment in Crown Irrigation Investments Limited.	Adjustments to 2013/14	-
Commences: 01 July 2014	Adjustments for 2014/15	71,850
Expires: 30 June 2018	Adjusted Appropriation	111,850
	Actual to 2013/14 Year End	-
	Estimated Actual for 2014/15	12,000
	Estimated Actual for 2015/16	99,850
	Estimated Appropriation Remaining	-

Total Annual, Permanent and Multi-Year Appropriations

	2014/15		2015/16
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Annual and Permanent Appropriations	654,902	623,880	662,426
Total MYA Non-Departmental Other Expenses Forecasts	76,407	76,407	100,855
Total MYA Non-Departmental Capital Expenditure Forecasts	12,000	12,000	99,850
Total Annual and Permanent Appropriations and Multi-Year Appropriation Forecasts	743,309	712,287	863,131

Capital Injection Authorisations

	2014/15		2015/16
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Ministry for Primary Industries - Capital Injection (M87)	2,000	-	49,043

Supporting Information

Part 1 - Vote as a Whole

1.1 - New Policy Initiatives

Policy Initiative	Appropriation	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
National Biocontainment Facility	Ministry for Primary Industries - Capital Injection	-	26,865	1,088	639	-
	Primary Growth Partnership MYA Non-Departmental Other Expense	-	(6,562)	(187)	-	-
Strengthen food safety capability and address the Whey Protein Concentrate Contamination Incident Inquiry's recommendations	Food Safety MCA Departmental Output Expenses					
	Assurance	-	400	400	400	400
	Response	-	1,000	1,500	1,900	1,900
	Primary Growth Partnership MYA Non-Departmental Other Expense	-	(7,900)	-	-	-
Implement a Queensland fruit fly response programme	Border and Domestic Biosecurity Risk Management MCA Departmental Output Expenses					
	Biosecurity Incursion Response and Long Term Pest Management	12,271	4,642	-	-	-
Biosecurity, Food Safety, and Food Act 2014 cost recovery decisions	Border and Domestic Biosecurity Risk Management MCA Departmental Output Expenses					
	Border Biosecurity Monitoring and Clearance	-	6,000	6,000	6,000	6,000
	Food Safety MCA Departmental Output Expenses					
	Assurance	-	4,041	4,041	4,041	4,041
	Standards	-	2,869	2,869	2,869	2,869
Afforestation Grant Scheme	Afforestation Grant Scheme MYA	-	-	3,900	3,900	3,900
	Grants and Programmes MCA					
	Administration of Grants and Programmes Departmental Output Expense	-	500	500	500	500
Strengthening the Animal Welfare System	Sustainable Economic Development and Trade MCA Departmental Output Expenses					
	Animal Welfare Education and Enforcement	-	2,677	2,677	2,317	2,317

Policy Initiative	Appropriation	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Tb National Pest Management Plan	Control of TB Vectors Non-Departmental Other Expense	-	22,444	-	-	-
	Primary Growth Partnership MYA Non-Departmental Other Expense	-	(22,444)	-	-	-
Strengthening Biosecurity Capability	Primary Growth Partnership MYA Non-Departmental Other Expense	-	(1,600)	(2,100)	-	-
	Primary Growth Partnership Non-Departmental Other Expense	-	-	-	(2,700)	(2,700)
	Border and Domestic Biosecurity Risk Management MCA Border Biosecurity Monitoring and Clearance Departmental Output Expenses	-	1,600	2,100	2,700	2,700
Doubling the Value of Primary Sector Exports	Primary Growth Partnership MYA Non-Departmental Other Expenses	-	(3,360)	(4,110)	-	-
	Development and Implementation of Primary Industries Policy Advice Departmental Output Expenses: Agriculture and Forestry Policy Advice Departmental Output Expenses	-	3,360	4,110	-	-
Reduction in funding reflecting reprioritisation to support Government budget priorities	Primary Growth Partnership MYA Non-Departmental Other Expense	-	(400)	(1,500)	-	-
	Primary Growth Partnership	-	-	-	(3,900)	(5,800)
	Grants and Programmes MCA Non-Departmental Other Expense	-	-	-	-	-
	Sustainable Farming Fund	-	(1,000)	(1,000)	(1,000)	(1,000)
	Climate Change Research Non-Departmental Output Expenses	-	(2,000)	(2,000)	(2,000)	(2,000)
Extending the Irrigation Acceleration Fund	Water Storage and Irrigation Investment Proposals MYA Non Departmental Other Expense	-	-	5,000	5,000	5,000
Wine Act 2003 Cost Recovery	Food Safety MCA Assurance Departmental Output Expenses	-	903	903	903	903
Border Clearance Levy and Strengthening Biosecurity System	Border and Domestic Biosecurity Risk Management MCA Border Biosecurity Monitoring and Clearance Departmental Output Expenses	-	2,000	4,600	4,600	4,600
	Capital Injection	-	2,000	-	-	-
Total Initiatives		12,271	36,035	28,791	26,169	23,630

1.2 - Trends in the Vote

Summary of Financial Activity

	2010/11	2011/12	2012/13	2013/14	2014/15		2015/16			2016/17	2017/18	2018/19
	Actual \$000	Actual \$000	Actual \$000	Actual \$000	Budgeted \$000	Estimated Actual \$000	Departmental Transactions Budget \$000	Non- Departmental Transactions Budget \$000	Total Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Appropriations												
Output Expenses	237,360	246,448	237,332	240,590	232,091	226,332	-	34,173	34,173	11,065	11,605	11,605
Benefits or Related Expenses	600	736	1,399	1,446	1,650	1,500	N/A	1,650	1,650	1,650	1,650	1,650
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	56,706	75,909	68,774	78,560	164,163	149,657	-	124,563	124,563	96,361	79,386	85,116
Capital Expenditure	20,833	19,971	16,259	26,561	29,151	28,000	74,336	99,850	174,186	21,700	14,700	14,100
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	N/A	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)												
<i>Output Expenses</i>	<i>277,144</i>	<i>266,813</i>	<i>273,984</i>	<i>291,239</i>	<i>316,254</i>	<i>306,798</i>	<i>453,494</i>	<i>61,904</i>	<i>515,398</i>	<i>503,933</i>	<i>497,669</i>	<i>502,336</i>
<i>Other Expenses</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>13,161</i>	<i>13,161</i>	<i>11,850</i>	<i>11,850</i>	<i>11,850</i>
<i>Capital Expenditure</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>N/A</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
Total Appropriations	592,643	609,877	597,748	638,396	743,309	712,287	527,830	335,301	863,131	646,559	616,860	626,657
Crown Revenue and Capital Receipts												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	165,817	161,021	169,320	175,515	144,574	148,974	N/A	117,950	117,950	114,005	113,694	120,941
Capital Receipts	6,240	18,909	4,151	4,178	12,275	11,905	N/A	1,686	1,686	1,686	1,686	1,686
Total Crown Revenue and Capital Receipts	172,057	179,930	173,471	179,693	156,849	160,879	N/A	119,636	119,636	115,691	115,380	122,627

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

1.3 - Analysis of Significant Trends

Vote Primary Industries and Food Safety was formed on 1 July 2015 by combining Vote Primary Industries and Vote Food Safety.

Significant changes to simplify and consolidate appropriations, which are detailed in the Summary of Financial Activity table above, are discussed briefly below.

Departmental Output Expenses

The change in output expenses in part reflects the level of third party-funded activity operated on a full cost recovery basis. Memorandum accounts are used to keep track of the accumulated surpluses and deficits to enable the Ministry to take a long-run perspective to fee setting and cost recovery.

Changes in output expenses also reflect decisions by the Government on outputs that are Crown-funded. Putting aside the effect of expense transfers, the significant baseline changes over the past few years are:

- realising efficiency savings of \$18 million from 2012/13 from the merger of the New Zealand Food Safety Authority and Ministry of Agriculture and Forestry in 2010/11 and subsequent merger of Ministry of Fisheries in 2011/12 to form the Ministry for Primary Industries, and removal of central funding for employer superannuation contributions, and
- retention of 2012/13 underspends (\$20.822 million) to meet staff remuneration cost pressures in 2014/15 (\$5.960 million), 2015/16 (\$9.742 million), and 2016/17 (\$5.120 million).

Non-Departmental Output Expenses

The decrease in Management of Crown Forestry expenditure from 2014/15 reflects the sale of West Coast plantation forests to landowner Ngāi Tahu Forest Estates Limited on 30 April 2014 consistent with government policy to exit from commercial forestry activity on commercial terms. Crown Forestry expenditure and revenue forecasts also reflect prevailing management plans, harvesting strategies and log prices.

Uncommitted funding for Climate Change Research of \$10 million over three years: 2013/14 (\$2 million); 2014/15 (\$3.750 million); and 2015/16 (\$4.250 million), was returned to the Crown in Budget 2013 for reinvestment in higher priority areas. A further \$8 million over four years from 2015/16 is also reflected in Budget 2015.

Non-Departmental Other Expenses

The increase in other expenses from 2010/11 to 2012/13 was mainly due to: the staged implementation of the Primary Growth Partnership new initiative; the Crown's contribution towards an industry-led programme for the kiwifruit disease *Pseudomonas syringae* pv. *actinidiae* (Psa) and funding provided in Budget 2011 to support the development of irrigation infrastructure proposals to the 'investment-ready' prospectus stage.

The budgeted increase in other expenses in 2014/15 is mainly due to the decision in Budget 2012 to appropriate \$74.500 million for settlement of the Crown's aquaculture new space obligations to iwi.

Departmental Capital Expenditure

Over the period 2010/11 to 2014/15, the Ministry was provided with capital funding of nearly \$15 million to: develop New Zealand FarmsOnline application (\$3 million); develop the Joint Border Management System with New Zealand Customs Service (\$2 million); develop a National Animal Identification and Traceability application (\$7 million); develop wine e-certification capability (\$1 million); implement the trans-Tasman transfer of x-ray images of checked-in baggage initiative (\$2 million).

The most significant capital expenditure for the Ministry, over the period 2014/15 to 2017/18, will be the construction of a new National Biocontainment Facility to meet updated biocontainment standards and provide greater functionality and capacity. The budgeted capital expenditure for 2015/16 includes \$45 million for the National Biocontainment Facility.

Non-Departmental Capital Expenditure

The Government approved \$80 million in Budget 2013 to facilitate the Crown's investment in regional water storage and off-farm irrigation infrastructure in 2013/14. This funding was appropriated upon the incorporation of Crown Irrigation Investments Limited on 1 July 2013.

Crown Revenue and Capital Receipts

Crown Revenue or Capital Receipt item	2014/15		2015/16	Description of Crown Revenue or Capital Receipt item
	Budgeted \$000	Estimated Actual \$000	Budgeted \$000	
Crown Revenue				
Biosecurity Act Fines	1,700	1,900	1,500	Infringement fines imposed on persons entering New Zealand at ports of entry with undeclared goods, under the Biosecurity Act 1993.
Conservation Levy	1,550	1,550	1,600	Revenue from the costs of Government approved conservation services that are able to be recovered from the commercial fishing sector.
Cost Recovery from Fishing Industry	29,000	29,000	31,000	Revenue from the costs of Government approved fisheries services that are able to be recovered from the commercial fishing sector.
Dairy Industry Levy	-	-	250	Levy to fund the Commerce Commission's dispute resolution and regulatory enforcement functions under the Dairy Industry Restructuring Act 2001.
Deemed Value for Over-fishing	5,000	5,000	2,500	Revenue forecast to be paid by quota holders who have over-fished.
Fisheries Act Infringement Notices	200	200	150	Revenue relating to the issue of Infringement Notices under the Fisheries Act 1996.
Forestry Encouragement Loan Interest	510	510	431	Interest earned on forestry encouragement loans.
Forfeitures for Fisheries Offences	-	-	150	Revenue from forfeit property, whether by sale or through redemption fees.
New Zealand Emissions Trading Scheme Fees	250	150	500	Fees received from forest landowners joining the New Zealand Emissions Trading Scheme.
Sale of Forest Produce	106,314	110,314	79,719	Revenue from the sale of forest produce from Crown forests.
Sale of Quota Shares & ACE	-	280	100	Revenue from the sale of Crown-owned quota and Annual Catch Entitlement (ACE).
Other Revenue	50	70	50	Miscellaneous revenues.
Capital Receipts				
Forestry Encouragement Loan Repayments	1,686	1,686	1,686	Forestry encouragement loan repayments.
Sale of Crown Forestry Assets	10,589	10,589	-	Proceeds from sale of Crown forestry assets.
Total Crown Revenue and Capital Receipts	156,849	161,249	119,636	

1.4 - Reconciliation of Changes in Appropriation Structure

2014/15 Appropriations in the 2014/15 Structure	2014/15 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2014/15 Appropriations in the 2015/16 Structure	2014/15 (Restated) \$000	2015/16 \$000
Vote Food Safety		Transferred to		Vote Primary Industries and Food Safety		
		Food Safety MCA		Food Safety MCA	88,864	96,673
Departmental Output Expenses		Departmental Output Expenses		Departmental Output Expenses		
Assurance	62,101	Assurance	62,101	Assurance	62,101	67,439
Information	1,934	Information	1,934	Information	1,934	1,936
Response	4,527	Response	4,527	Response	4,527	5,064
Standards	18,202	Standards	18,202	Standards	18,202	20,134
Non-Departmental Other Expenses		Non-Departmental Other Expenses		Non-Departmental Other Expenses		
Joint Food Standards Setting Treaty	2,100	Joint Food Standards Setting Treaty	2,100	Joint Food Standards Setting Treaty	2,100	2,100
Development and Implementation of Policy Advice MCA		Development and Implementation of Food Safety Policy Advice MCA		Development and Implementation of Food Safety Policy Advice MCA	5,753	6,484
Departmental Output Expenses		Departmental Output Expenses		Departmental Output Expenses		
Implementation of Policy Advice	2,631	Implementation of Policy Advice	2,631	Implementation of Policy Advice	2,631	2,369
Policy Advice	3,122	Development of Policy Advice	3,122	Development of Policy Advice	3,122	4,115
Total Vote Food Safety	94,617					
Vote Primary Industries						
		Administration and Management of Crown Forestry Assets and Operations MCA		Administration and Management of Crown Forestry Assets and Operations MCA	85,259	63,294
Departmental Output Expenses		Departmental Output Expenses		Departmental Output Expenses		
Administration and Management of Crown Forestry Assets	1,279	Administration and Management of Crown Forestry Assets	1,279	Administration and Management of Crown Forestry Assets	1,279	1,390
Non-Departmental Output Expenses		Non-Departmental Output Expenses		Non-Departmental Output Expenses		
Management of Crown Forestry Assets	83,480	Operational Management of the Crown Forest Estate	83,480	Operational Management of the Crown Forest Estate	83,480	61,904
Non-Departmental Capital Expenditure		Non-Departmental Capital Expenditure		Non-Departmental Capital Expenditure		
Crown Forestry Assets	500	Crown Forestry Assets	500	Crown Forestry Assets	500	-

2014/15 Appropriations in the 2014/15 Structure	2014/15 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2014/15 Appropriations in the 2015/16 Structure	2014/15 (Restated) \$000	2015/16 \$000
Border Biosecurity Risk Management MCA		Border and Domestic Biosecurity Risk Management MCA		Border and Domestic Biosecurity Risk Management MCA	171,308	178,961
Departmental Output Expenses		Departmental Output Expenses		Departmental Output Expenses		
Border Biosecurity Risk Management MCA						
Border Biosecurity Monitoring and Clearance	80,316	Border Biosecurity Monitoring and Clearance	80,316	Border Biosecurity Monitoring and Clearance	80,316	91,300
Border Biosecurity Systems Development and Maintenance	16,080	Border Biosecurity Systems Development and Maintenance	16,080	Border Biosecurity Systems Development and Maintenance	16,080	15,896
Domestic Biosecurity Risk Management MCA						
Domestic Biosecurity Surveillance	36,524	Domestic Biosecurity Surveillance	36,524	Domestic Biosecurity Surveillance	36,524	40,073
Biosecurity Incursion Response and Long Term Pest Management	38,388	Biosecurity Incursion Response and Long Term Pest Management	38,388	Biosecurity Incursion Response and Long Term Pest Management	38,388	31,692
Development of Policy Advice MCA		Development and Implementation of Primary Industries Policy Advice MCA		Development and Implementation of Primary Industries Policy Advice MCA	94,218	100,491
Departmental Output Expenses		Departmental Output Expenses		Departmental Output Expenses		
Agriculture and Forestry Policy Advice	26,735	Agriculture and Forestry Policy Advice	26,735	Agriculture and Forestry Policy Advice	26,735	29,938
Biosecurity Policy Advice	2,454	Biosecurity Policy Advice	2,454	Biosecurity Policy Advice	2,454	2,510
Fisheries Policy Advice	4,799	Fisheries Policy Advice	4,799	Fisheries Policy Advice	4,799	4,599
Operational Advice on Sustainability and Management Controls in Fisheries	25,245	Operational Advice on Sustainability and Management Controls in Fisheries	25,245	Operational Advice on Sustainability and Management Controls in Fisheries	25,245	28,534
Implementation of Policy Advice MCA						
Implementation of Agriculture and Forestry Policy Advice	21,835	Implementation of Agriculture and Forestry Policy Advice	21,835	Implementation of Agriculture and Forestry Policy Advice	21,835	23,524
Implementation of Biosecurity Policy Advice	2,894	Implementation of Biosecurity Policy Advice	2,894	Implementation of Biosecurity Policy Advice	2,894	2,564
Departmental Output Expenses						
Implementation of the Emissions Trading Scheme and Indigenous Forestry	10,256	Implementation of the Emissions Trading Scheme and Indigenous Forestry	10,256	Implementation of the Emissions Trading Scheme and Indigenous Forestry	10,256	8,822

2014/15 Appropriations in the 2014/15 Structure	2014/15 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2014/15 Appropriations in the 2015/16 Structure	2014/15 (Restated) \$000	2015/16 \$000
		Grants and Programmes MCA		Grants and Programmes MCA	17,796	18,201
		Departmental Output Expenses		Departmental Output Expenses		
Administration of Grants and Programmes	6,779	Administration of Grants and Programmes	6,779	Administration of Grants and Programmes	6,779	7,164
Non-Departmental Other Expenses		Non-Departmental Other Expenses		Non-Departmental Other Expenses		
Adverse Climatic Events	526	Adverse Climatic Events	526	Adverse Climatic Events	526	526
Hill Country Erosion Fund	2,200	Hill Country Erosion Fund	2,200	Hill Country Erosion Fund	2,200	2,200
Sustainable Farming Fund	8,291	Sustainable Farming Fund	8,291	Sustainable Farming Fund	8,291	9,311
Implementation of Policy Advice MCA		Sustainable Economic Development and Trade MCA		Sustainable Economic Development and Trade MCA	62,163	64,455
Departmental Output Expenses		Departmental Output Expenses		Departmental Output Expenses		
Aquaculture	4,279	Aquaculture	4,279	Aquaculture	4,279	4,952
Fisheries Enforcement and Monitoring	38,789	Fisheries Enforcement and Monitoring	38,789	Fisheries Enforcement and Monitoring	38,789	38,251
Fisheries Management	12,163	Fisheries Management	12,163	Fisheries Management	12,163	12,250
Departmental Output Expenses						
Animal Welfare Education and Enforcement	6,908	Animal Welfare Education and Enforcement	6,908	Animal Welfare Education and Enforcement	6,908	8,978
Non-Departmental Other Expenses		Non-Departmental Other Expenses		Non-Departmental Other Expenses		
Fisheries Quota Shares and ACE Administration Costs	24	Fisheries Quota Shares and ACE Administration Costs	24	Fisheries Quota Shares and ACE Administration Costs	24	24
Total Vote Primary Industries	560,285					
Total Annual and Permanent Appropriations	654,902		654,902		654,902	662,426

All other appropriations from Vote Primary Industries have been transferred across to Vote Primary Industries and Food Safety without change.

Explanations of the reasons for changing the appropriation structure are noted in the details of each appropriation in Parts 2-4.

Part 2 - Details of Departmental Appropriations

2.3 - Departmental Capital Expenditure and Capital Injections

Ministry for Primary Industries - Capital Expenditure PLA (M87)

Scope of Appropriation

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

Capital Expenditure

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	10,151	9,600	66,336
Intangibles	6,500	6,000	8,000
Other	-	-	-
Total Appropriation	16,651	15,600	74,336

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the actioning of the Ministry's capital expenditure programme. This includes: the routine replacement of motor vehicles; replacement of vessels for fisheries compliance activities; upgrading and maintenance of Ministry for Primary Industries buildings, leasehold improvements and laboratories; development and maintenance of IT equipment and information systems.

How Performance will be Assessed and End of Year Reporting Requirements

Performance will be assessed through the monitoring of expenditure, to ensure it is in accordance with the Ministry for Primary Industries capital expenditure programme. The programme is focused on delivering business-critical functions through planned renewals to maintain levels of service and upgrade or redesign of assets in response to changes in service delivery needs. The focus over the next few years is on initiatives already underway including: rationalising ICT infrastructure and associated maintenance costs, including developing systems that meet future needs; reviewing property leases and implications of expiring leases; implementing the Joint Border Management System in collaboration with the New Zealand Customs Service.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry for Primary Industries in its Annual Report.

*Capital Injections and Movements in Departmental Net Assets***Ministry for Primary Industries**

Details of Net Asset Schedule	2014/15 Estimated Actual \$000	2015/16 Projected \$000	Explanation of Projected Movements in 2015/16
Opening Balance	54,539	50,004	
Capital Injections	-	49,043	Development of Joint Border Management System with New Zealand Customs Service - \$1.568 million. Construct a new National Biocontainment Facility at Wallaceville - \$45.475 million. Strengthening the Biosecurity System - \$2 million.
Capital Withdrawals	(645)	(4,422)	Transfer of funding for development of Joint Border Management System to New Zealand Customs Service.
Surplus to be Retained (Deficit Incurred)	(3,890)	-	
Other Movements	-	-	
Closing Balance	50,004	94,625	

Part 3 - Details of Non-Departmental Appropriations

3.1 - Non-Departmental Output Expenses

Climate Change Research (M87)

Scope of Appropriation

This appropriation is limited to obtaining science, research, technology, capacity and capability in climate change related to the primary land-based sectors.

Expenses

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	4,836	4,836	2,384

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve increased knowledge of agricultural and forestry emissions, mitigation practices, technologies and business opportunities.

How Performance will be Assessed and End of Year Reporting Requirements

	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Percentage of funded research projects completed within contracted timeframes	85%	85%	85%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Primary Industries in a report appended to the Ministry for Primary Industries Annual Report.

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Crown entities					
Manaaki Whenua Landcare Research New Zealand Ltd	340	340	-	See above	See below
New Zealand Forest Research Institute (Scion)	333	225	234	See above	See below
University of Canterbury	188	125	-	See above	See below
University of Otago	28	87	-	See above	See below
AgResearch Ltd	2,765	2,265	996	See above	See below
Plant & Food Research	586	396	78	See above	See below
Non-government organisations					
The Agribusiness Development Group New Zealand Ltd	48	48	-	See above	See below
Onfarm Ltd	120	90	30	See above	See below

The table above shows the main service providers for this appropriation.

Note: Expiry of resourcing commitments varies depending on the grant recipients with:

- nine contracts due for completion in June 2015
- eleven contracts due for completion in June 2016.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Reprioritisation of funding to support Government budget priorities	2015/16	-	(2,000)	(2,000)	(2,000)	(2,000)
Reprioritisation of funding within Vote to contribute towards cost of a new National Biocontainment Facility	2015/16	-	(500)	(4,950)	(4,950)	-
Funding to Vote Environment for issue of New Zealand Units to Permanent Forest Sink Initiative participants	2015/16	-	(280)	(280)	(140)	(140)
Savings returned to Crown for reinvestment into higher priority areas	2013/14	(3,750)	(4,250)	-	-	-

Reasons for Change in Appropriation

This appropriation decreased by \$2.452 million to \$2.384 million for 2015/16 due to a transfer of funding to Vote Environment for issue of New Zealand Units to Permanent Forest Sink initiative participants (\$280,000), reprioritisation of funding within the Vote to contribute towards the National Biocontainment Facility (\$500,000) a return of savings to the Crown identified in Budget 2013 (\$500,000 greater than in 2014/15) and a further reduction of funding of \$2 million to fund other budget priorities. These changes are partially offset by net effect of expense transfers between financial years (2013/14 to 2014/15 and 2014/15 to 2015/16) to meet contractual commitments for specific and discrete research programmes that span financial years as they fall due (\$828,000).

Control of TB Vectors (M87)

Scope of Appropriation

This appropriation is limited to the Crown's contribution to the implementation of the National Bovine Tuberculosis Pest Management Strategy.

Expenses

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	30,000	30,000	30,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective management of the Crown's contribution to TBfree's vector control programme.

How Performance will be Assessed and End of Year Reporting Requirements

	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Number of hectares (cumulative) where eradication has been achieved reclassified as vector-free from vector risk	1.2 million	1.2 million	1.2 million
Annual period prevalence of infected cattle and deer herds as a % of herds	0.30%	0.30%	0.30%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Primary Industries in a report appended to the Ministry for Primary Industries Annual Report.

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Non-government organisation					
TBfree New Zealand Ltd (OSPRI)	30,000	30,000	30,000	See above	30 June 2016

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Continuation of TB Programme funded from Primary Growth Partnership	2015/16	-	22,444	-	-	-
Review of the Biosecurity (National Bovine Tuberculosis Pest Management Strategy) Order 1998	2011/12	22,444	-	-	-	-

Support for Walking Access (M87)

Scope of Appropriation

This appropriation is limited to the operation of the New Zealand Walking Access Commission.

Expenses

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,789	1,789	1,789

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective management and operation of the New Zealand Walking Access Commission.

How Performance will be Assessed and End of Year Reporting Requirements

The Ministry for Primary Industries will assess the performance of the New Zealand Walking Access Commission through quarterly monitoring of the Commission's deliverables as indicated in its letter of expectations with the Minister for Primary Industries. These deliverables are incorporated in the Commission's Statement of Performance Expectations 2015-2019.

	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Percentage of New Zealand Walking Access Commission deliverables identified in the annual letter of expectation are achieved	100%	100%	100%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the New Zealand Walking Access Commission in their Annual Report.

3.2 - Non-Departmental Benefits or Related Expenses

Rural Veterinarians Bonding Scheme (M87)

Scope of Appropriation

This appropriation is limited to the provision of payments to veterinary professionals agreeing to work in understaffed, rural areas, in accordance with government approved criteria and guidelines.

Expenses

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,650	1,500	1,650

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the provision of veterinary services to understaffed, rural areas.

How Performance will be Assessed and End of Year Reporting Requirements

This appropriation is exempt from end-of-year performance reporting under s.15D(2)(b)(ii) of the Public Finance Act as this information is unlikely to be informative because this appropriation is solely for payments under the Rural Veterinarians Bonding Scheme.

3.4 - Non-Departmental Other Expenses**Aquaculture Settlements (M87)***Scope of Appropriation*

This appropriation is limited to the recognition of settlements negotiated under the Māori Aquaculture Commercial Claims Settlement Act 2004.

Expenses

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	66,348	57,000	19,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the provision of activities related to the Crown's settlement of aquaculture obligations under the Māori Aquaculture Commercial Claims Settlement Act 2004.

How Performance will be Assessed and End of Year Reporting Requirements

This appropriation is exempt from end-of-year performance reporting under s.15D(2)(b)(ii) of the Public Finance Act, as this information is unlikely to be informative because this appropriation is solely for payments made in accordance to a statutory requirement.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Settlement of Crown's "new space" obligations under the Māori Commercial Aquaculture Claims Settlement Act 2004	2014/15	55,500	19,000	-	-	-

Reasons for Change in Appropriation

The change in appropriation reflects the anticipated settlement of "new space" obligations to iwi over two years from 2014/15 to 2015/16 (\$74.500 million appropriated in Budget 2012), and that the 2014/15 appropriation includes \$10.848 million carried forward from 2013/14 for negotiated settlement of remaining "pre-commencement space" obligations to iwi.

East Coast Afforestation Grants (M87)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
East Coast Afforestation Grants (M87)	Original Appropriation	18,460
This appropriation is limited to grants under the Forestry (East Coast) Grants Regulations 2000.	Adjustments to 2013/14	4,495
	Adjustments for 2014/15	-
Commences: 01 July 2013	Adjusted Appropriation	22,955
Expires: 30 June 2017	Actual to 2013/14 Year End	3,357
	Estimated Actual for 2014/15	5,450
	Estimated Actual for 2015/16	5,500
	Estimated Appropriation Remaining	8,648

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective support and management of the East Coast Afforestation grants scheme.

How Performance will be Assessed and End of Year Reporting Requirements

	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Annual area treated (ha)	4,400	4,400	4,400
Total area afforested since initial implementation of the scheme (ha)	44,000	44,000	44,000

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Primary Industries in a report appended to the Ministry for Primary Industries Annual Report.

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Grant recipient landowners for forestry treatments to address wide-scale erosion problem in the Gisborne district	5,452	5,452	5,500	See above	30 June 2028

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Extension of the East Coast Afforestation Grants Scheme to 30 June 2028 subject to the funding limit of \$37.689 million over the period 1 July 2012 (2012/13) to 30 June 2028 (2027/28). Funding will be through and annual appropriation from 2017/18.	2012/13	5,452	5,500	8,646	4,615	4,615

Global Research Alliance on Agricultural Greenhouse Gases (M87)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Global Research Alliance on Agricultural Greenhouse Gases (M87)	Original Appropriation	38,253
This appropriation is limited to the Global Research Alliance on Agricultural Greenhouse Gases.	Adjustments to 2013/14	(8,968)
Commences: 01 July 2012	Adjustments for 2014/15	219
Expires: 30 June 2016	Adjusted Appropriation	29,504
	Actual to 2013/14 Year End	8,732
	Estimated Actual for 2014/15	6,000
	Estimated Actual for 2015/16	14,772
	Estimated Appropriation Remaining	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective management of funds and activities relating to the Global Research Alliance on Agricultural Greenhouse Gases.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Percentage of Alliance research projects funded with the New Zealand budget are completed within contracted timeframes	85%	85%	85%
Percentage of Alliance projects funded with the New Zealand budget are completed to contracted quality standards	95%	95%	95%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Primary Industries in a report appended to the Ministry for Primary Industries Annual Report.

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Non-government organisations					
New Zealand Agricultural Greenhouse Gas Research Centre	800	748	800	See above	30 June 2019

The table above shows the main service provider for this appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Extended funding to support the Global Research Alliance on Agricultural Greenhouse Gases to 30 June 2019 subject to a funding limit of \$38.695 million (including \$1.021 million of departmental funding) over the period 1 July 2012 (2012/13) to 30 June 2019 (2018/19). Funding will be through an annual appropriation from 2016/17.	2012/13	6,000	14,772	4,000	2,170	2,000

Primary Growth Partnership (M87)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Primary Growth Partnership (M87)	Original Appropriation	352,380
This appropriation is limited to primary, food and forestry sector investment in education and skills development, research and development, product development, commercialisation, market development and technology transfer, in partnership with relevant industry groups, including research related to greenhouse gases via the New Zealand Agricultural Greenhouse Gas Research Centre. Commences: 01 July 2012 Expires: 30 June 2017	Adjustments to 2013/14	(25,629)
	Adjustments for 2014/15	(50,695)
	Adjusted Appropriation	276,056
	Actual to 2013/14 Year End	78,724
	Estimated Actual for 2014/15	56,850
	Estimated Actual for 2015/16	69,877
	Estimated Appropriation Remaining	70,605

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective management of investment projects developed with relevant industry groups, including research related to greenhouse gases.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Percentage of quarterly reports reviewed and signed-off by the Programme Steering Group	85%	85%	85%
Percentage of annual business plans reviewed and accepted in accordance with specific PGP agreements	85%	85%	85%
Percentage of approved invoices processed within agreed timeframes	85%	85%	85%
The annual meeting is held in accordance with the Investment Advisory Panel terms of reference	Achieved	Achieved	Achieved
Percentage of quarterly reports reviewed and signed-off by the chair of the New Zealand Agricultural Greenhouse Gas Research Centre Steering Group	85%	85%	85%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Primary Industries in a report appended to the Ministry for Primary Industries Annual Report.

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
The following approved programmes are recipients of grant funding from the PGP					
Innovative Steep-land Tree Harvesting	800	806	962	See above	30 June 2016
NZSTX - NZ Sheep Industry Transformation	3,086	2,645	-	See above	30 June 2015
Integrated Value Chain for Red Meat	10,361	9,979	8,028	See above	30 June 2017
Transforming the Dairy Value Chain	15,191	14,930	20,041	See above	31 January 2018
High-performance Manuka Plantations	261	252	383	See above	30 June 2018
Use of Fumigants for Log and Wood	96	96	-	See above	30 June 2015
ClearView Innovation	1,433	1,386	3,223	See above	31 October 2018
Precision Seafood Harvesting	3,352	3,990	7,618	See above	31 March 2018
Shellfish - the Next Generation	3,213	3,901	2,452	See above	31 October 2019
FoodPlus - Redefining Meat Horizons	3,618	2,331	10,616	See above	31 October 2019
A New Vision for Pastoral Agriculture	1,320	1,186	1,692	See above	31 December 2018
Marble grass-fed beef	1,587	1,304	3,146	See above	31 July 2019
New Dairy Products and Value Chains (IgA)	912	748	398	See above	31 December 2015
From Stump to Pump - Forestry residues to drop in liquid transport fuels	597	605	-	See above	30 September 2014
Red Meat Profit Partnership (RMPP)	5,346	3,539	10,999	See above	30 September 2020
Pioneering to Precision	1,109	912	1,499	See above	31 October 2019
Lifestyle Wines	2,540	2,120	2,185	See above	31 March 2021
NZ Avocados Go Global	487	513	1,272	See above	31 May 2019
Passion2Profit	-	95	1,449	See above	Not yet known
Targeting New Wealth with High Health	-	479	3,628	See above	Not yet known

The above table shows the main service providers for this appropriation and the figures provided are estimates only subject formal planning process.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Reprioritisation of funding to strengthen food safety capability and address the Whey Protein Concentrate (WPC) contamination incident Inquiry's recommendations	2015/16	-	(7,900)	-	-	-
Reprioritisation of funding to support Tb National Pest Management Plan	2015/16	-	(22,444)	-	-	-
Reprioritisation of funding to support Strengthening Biosecurity Capability	2015/16	-	(1,600)	(2,100)	-	-
Reprioritisation of funding to support Doubling the Value of Primary Sector Exports	2015/16	-	(3,360)	(4,110)	-	-
Reprioritisation of funding to support Government budget priorities	2015/16	-	(400)	(1,500)	-	-
Reprioritisation of funding to contribute towards cost of new National Biocontainment Facility	2014/15	(7,000)	(15,562)	(9,187)	-	-
Reprioritisation of funding to contribute towards the Te Awa Tupua Putea fund established as part of the Whanganui River Treaty Settlement	2014/15	(2,000)	-	-	-	-

Provision for Fisheries Debt Write Downs (M87)*Scope of Appropriation*

This appropriation is limited to commercial fishing sector quota holder debt write-offs.

Expenses

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,000	1,000	1,000

What is Intended to be Achieved with this Appropriation

This technical appropriation is intended to achieve the provision of debt-write offs for fishing sector quota holders.

How Performance will be Assessed and End of Year Reporting Requirements

This appropriation is exempt from end-of-year performance reporting under s.15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation for a non-departmental other expense is less than \$5 million.

Reasons for Change in Appropriation

This appropriation can vary from year-to-year as it covers any increase in the provision for doubtful debts required in respect to commercial fishing sector quota holder outstanding debt that may be uncollectible.

Response to the Kiwifruit disease *Pseudomonas Syringae* pv. *Actinidiae* (M87)*Scope of Appropriation*

This appropriation is limited to supporting an industry-led programme for the kiwifruit disease *pseudomonas syringae* pv. *actinidiae*.

Expenses

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,059	750	500

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective management of support activities related to the industry-led response programme for *pseudomonas syringae* pv. *actinidiae*.

How Performance will be Assessed and End of Year Reporting Requirements

This appropriation is exempt from end-of-year performance reporting under s.15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation for a non-departmental other expense is less than \$5 million.

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Kiwifruit Vine Health Limited	2,059	750	500	See above	30 June 2016

Reasons for Change in Appropriation

In November 2010, Cabinet approved \$25 million in support of the kiwifruit industry-led programme for responding to *Pseudomonas syringae* pv. *actinidiae* (Psa-V). This amount was subject to industry contributing \$25 million - Kiwifruit Vine Health (KVH) - as costs are incurred. In April 2013 Cabinet agreed the remaining Crown funding be made available to KVH to bridge an industry funding gap and support the smooth transition to full industry funding of the implementation of the Psa-V Plan. The appropriation for 2014/15 included an expense transfer from 2013/14 of \$1.609 million.

Subscriptions to International Organisations (M87)*Scope of Appropriation*

This appropriation is limited to New Zealand's membership of primary industry-related international organisations.

Expenses

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,208	3,000	3,208

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective management of New Zealand's memberships to primary industry-related international organisations.

How Performance will be Assessed and End of Year Reporting Requirements

This appropriation is exempt from end-of-year performance reporting under s.15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation for a non-departmental other expense is less than \$5 million.

Water Storage and Irrigation Investment Proposals (M87)*Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Water Storage and Irrigation Investment Proposals (M87) This appropriation is limited to preparation of proposals for irrigation schemes to an investment ready stage. Commences: 01 July 2012 Expires: 30 June 2016	Original Appropriation	32,500
	Adjustments to 2013/14	725
	Adjustments for 2014/15	-
	Adjusted Appropriation	33,225
	Actual to 2013/14 Year End	14,412
	Estimated Actual for 2014/15	8,107
	Estimated Actual for 2015/16	10,706
	Estimated Appropriation Remaining	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective management of grants to support the investment in regional water storage and off-farm irrigation infrastructure.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Irrigation Acceleration Fund (IAF) programme funding is allocated within +/- 10% of IAF funding scheduled for each year	+/- 10%	+/- 10%	+/- 10%
Percentage of IAF programmes funded completed within contracted timeframes	85%	85%	85%
Percentage of IAF proposals that get to prospectus stage that then proceed to construction	75%	75%	75%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Primary Industries in a report appended to the Ministry for Primary Industries Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Extending the Irrigation Acceleration Fund	2015/16	-	-	5,000	5,000	5,000
Water storage and irrigation investment - \$35 million (under former Vote Agriculture and Forestry) over 5 years from 1 July 2011 to 30 June 2016	2011/12	8,000	10,813	-	-	-

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
The following approved providers are recipients of grant funding from the Water Storage and Investment Fund					
Hunter Downs Development Company	2,200	1,395	5,100	See above	30 June 2016
Hawkes Bay Regional Investment Company	895	895	-	See above	30 December 2014
Hurunui Water Project	1,000	1,364	268	See above	31 October 2015
Greater Wellington Regional Council	800	887	-	See above	30 June 2015
Manuherikea Catchment Water Strategy Group	750	759	-	See above	30 June 2015

The table above shows the main service providers for this appropriation.

3.5 - Non-Departmental Capital Expenditure**Crown Irrigation Investments Limited (M87)***Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Crown Irrigation Investments Limited (M87)	Original Appropriation	40,000
This appropriation is limited to the Crown's investment in Crown Irrigation Investments Limited.	Adjustments to 2013/14	-
Commences: 01 July 2014	Adjustments for 2014/15	71,850
Expires: 30 June 2018	Adjusted Appropriation	111,850
	Actual to 2013/14 Year End	-
	Estimated Actual for 2014/15	12,000
	Estimated Actual for 2015/16	99,850
	Estimated Appropriation Remaining	-

Components of the Appropriation

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Investments in regional water storage and off-farm irrigation infrastructure	10,000	10,000	94,100
Crown Irrigation Investments Limited operating expenditure	2,500	2,000	5,750

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the establishment and delivery of Crown Irrigation Investments Limited activities.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Crown Irrigations Investments Limited (a Crown Entity) in its annual report.

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

Multi-Category Expenses and Capital Expenditure

Administration and Management of Crown Forestry Assets and Operations (M87)

Overarching Purpose Statement

The overarching purpose for this appropriation is to achieve the outcome of obtaining the best return on the Crown's interest in forestry assets whilst seeking opportunities for the Crown to divest its interest in those assets.

Scope of Appropriation

Departmental Output Expenses

Administration and Management of Crown Forestry Assets

This category is limited to administration and management of the Crown's interest in forests and forestry-related assets.

Non-Departmental Output Expenses

Operational Management of the Crown Forest Estate

This category is limited to the purchase of forestry operations, management services, research and related forest asset expenditure including expenditure related to asset divestment.

Expenses, Revenue and Capital Expenditure

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	63,294
Departmental Output Expenses			
Administration and Management of Crown Forestry Assets	-	-	1,390
Non-Departmental Output Expenses			
Operational Management of the Crown Forest Estate	-	-	61,904
Funding for Departmental Output Expenses			
Revenue from the Crown	-	-	1,296
Administration and Management of Crown Forestry Assets	-	-	1,296
Revenue from Others	-	-	94
Administration and Management of Crown Forestry Assets	-	-	94

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Primary Industries: Departmental Output Expenses: Administration and Management of Crown Forestry Assets	1,279	1,279	1,390
Vote Primary Industries: Non-Departmental Output Expenses: Management of Crown Forestry Assets	83,480	78,480	61,904
Vote Primary Industries: Non-Departmental Capital Expenditure: Crown Forestry Assets	500	400	-
Total	85,259	80,159	63,294

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective management of the forestry assets and estate by Crown Forestry, with the view to divesting the Crown of those assets over time.

How Performance will be Assessed for this Appropriation

The Ministry for Primary Industries assess this appropriation by on-going monitoring of the outputs produced by Crown Forestry through the administration and delivery of the MCA. The performance measures for this MCA are listed below in the relevant categories.

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

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Administration and Management of Crown Forestry Assets			
This category is intended to achieve the effective administration and management of Crown Forestry assets to achieve its objective of leveraging the best return for the Government's portfolio of forestry assets.			
Number of hectares and percentage of the Crown forestry managed estate surrendered or sold (ha)	1,500 (8%)	22,000 (53%)	2,500 (13%)
Average stumpage (net profit) per cubic metre of logs sold (\$)	51	39	43
Percentage of forest management activities comply with all statutory requirements, lease agreements and other contractual arrangements as assessed by annual independent review of a sample of forests	100%	100%	100%
Percentage of costs and revenues are consistent with industry norms as assessed by annual independent review of a sample of forests	100%	100%	100%

	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assessment of Performance			
Operational Management of the Crown Forest Estate			
This category is intended to achieve the effective administration of the Crown's forestry operations.			
Hectares of net stocked forest (ha)	18,000	19,216	17,716
Hectares of silviculture tending (ha)	4,106	3,476	2,276
Log volume supplied in cubic metres (m3)	928,330	1,040,710	757,960
Average stumpage price per cubic metre of logs sold (\$)	51	39	43
Management fee (per net stocked hectare) exclusive of harvesting and re-investment fees (\$)	23	26	21
Fixed cost per net stocked hectare (\$)	48	50	51
Hectares lost from fire attributable to the quality of Crown Forestry's response and systems (ha)	0	0	0

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry for Primary Industries in its Annual Report.

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resource Commitment
Non-Government Organisations					
NZ Forest Managers	45,016	48,634	46,930	See above	Annual contracts with 1-3 month termination
PF Olsen Limited	28,115	15,759	1,019	See above	Annual contracts with 1-3 month termination
Northland Forest Managers	-	1,792	-	See above	Annual contracts with 1-3 month termination
Fortus Forestry Limited	2,906	2,971	1,379	See above	Annual contracts with 1-3 month termination
Ngāti Porou Whanui Forests Limited	448	498	693	See above	Annual contracts with 1-3 month termination
Taitokerau Forests Limited	112	104	244	See above	Annual contracts with 1-3 month termination

The table above shows the main service providers for this appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Sale of the West Coast plantation forests to the land owner Ngāi Tahu Forest Estates Limited on 30 April 2014 consistent with Government policy to exit from commercial forestry activities on commercial terms.	2013/14	(20,071)	(20,729)	(21,387)	(21,391)	(21,391)
Retention of 2012/13 underspends to meet staff remuneration cost pressures in 2014/15, 2015/16 and 2016/17.	2012/13	32	104	76	-	-

Reasons for Change in Appropriation

This new multi-category appropriation commences in the 2015/16 financial year.

Border and Domestic Biosecurity Risk Management (M87)*Overarching Purpose Statement*

The overarching purpose of this appropriation is to improve biosecurity risk management by providing operational support to prevent harmful organisms from crossing the borders and working to reduce the unwanted harm caused by organisms already established in New Zealand.

*Scope of Appropriation***Departmental Output Expenses***Biosecurity Incursion Response and Long Term Pest Management*

This category is limited to the assessment, containment and possible eradication of suspected biosecurity risk organisms within New Zealand.

Border Biosecurity Monitoring and Clearance

This category is limited to biosecurity monitoring and clearance programmes that manage the biosecurity risk associated with international trade and travel.

Border Biosecurity Systems Development and Maintenance

This category is limited to the development and maintenance of standards and systems that manage biosecurity risk associated with imports and exports.

Domestic Biosecurity Surveillance

This category is limited to domestic biosecurity surveillance activities.

Expenses, Revenue and Capital Expenditure

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	178,961
Departmental Output Expenses			
Biosecurity Incursion Response and Long Term Pest Management	-	-	31,692
Border Biosecurity Monitoring and Clearance	-	-	91,300
Border Biosecurity Systems Development and Maintenance	-	-	15,896
Domestic Biosecurity Surveillance	-	-	40,073
Funding for Departmental Output Expenses			
Revenue from the Crown	-	-	119,139
Biosecurity Incursion Response and Long Term Pest Management	-	-	31,624
Border Biosecurity Monitoring and Clearance	-	-	38,806
Border Biosecurity Systems Development and Maintenance	-	-	10,201
Domestic Biosecurity Surveillance	-	-	38,508
Revenue from Others	-	-	59,822
Biosecurity Incursion Response and Long Term Pest Management	-	-	68
Border Biosecurity Monitoring and Clearance	-	-	52,494
Border Biosecurity Systems Development and Maintenance	-	-	5,695
Domestic Biosecurity Surveillance	-	-	1,565

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Primary Industries: Border Biosecurity Risk Management MCA			
Vote Primary Industries: Departmental Output Expenses: Border Biosecurity Monitoring and Clearance	80,316	79,237	91,300
Vote Primary Industries: Departmental Output Expenses: Border Biosecurity Systems Development and Maintenance	16,080	16,005	15,896
Vote Primary Industries: Domestic Biosecurity Risk Management MCA			
Vote Primary Industries: Departmental Output Expenses: Domestic Biosecurity Surveillance	36,524	32,774	40,073
Vote Primary Industries: Departmental Output Expenses: Biosecurity Response and Long Term Pest Management	38,388	38,302	31,692
Total	171,308	166,318	178,961

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve effective management of biosecurity monitoring and clearance programmes, the development and maintenance of biosecurity risk processes associated with imports and exports and the assessment, containment and possible eradication of suspected risk organisms. This includes the management of domestic biosecurity surveillance activities.

How Performance will be Assessed for this Appropriation

The Ministry for Primary Industries will assess its Border and Domestic Biosecurity Risk Management MCA by on-going monitoring and maintenance of New Zealand's biosecurity systems and programmes through the outputs produced through the MCA. The performance measures for the MCA are listed below in the relevant categories.

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

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Border Biosecurity Monitoring and Clearance			
This category is intended to achieve the effective monitoring and clearance of passengers, vessels, mail and goods arriving in New Zealand to prevent exposure of our community and environment to a range of biosecurity risks.			
Percentage of international air passengers that comply with biosecurity requirements by the time they leave the airport	98.5%	98.5%	98.5%
Percentage of international mail that complies with biosecurity requirements by the time it leaves the International Mail Centre	99%	99%	99%
Percentage of import clearance processes completed within agreed timeframes	80%	35%	80%
Number of identified and mitigated biosecurity risks resulting from targeted evaluations of imported goods	10,000-12,000 (of 49-52,000 inspections)	10,000-12,000 (of 49-52,000 inspections)	10,000-12,000 (of 49-52,000 inspections)
Percentage of cost recovered external stakeholders rate overall service as 4 or higher	80%	80%	80%
Border Security Systems Development and Maintenance			
This category is intended to achieve the effective maintenance of New Zealand's biosecurity system that prevents the introduction and establishment of serious notifiable organisms through manageable pathways.			
Percentage of OIE and IPPC standards that are accepted by New Zealand	90%	90%	90%
Percentage of certificates issued covering the export of live animals and plant products which meet importing country technical requirements as specified by the overseas competent authority	95%	95%	95%
Percentage of milestones met for the Sanitary and Phytosanitary Standards Market Access Programme, as agreed with key meat, dairy, seafood and horticulture sector stakeholders	75%	75%	75%

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Biosecurity Incursion Response and Long-term Pest Management			
This category is intended to achieve effective management of the leadership and co-ordination of activities relating to all biosecurity and food responses, in order to mitigate the adverse impacts of risk organisms.			
Number of Industry sign-up for Government Industry Agreements (GIAs) deeds	5	5	5
Percentage of responses that meet required outcomes	95%	95%	95%
Domestic Biosecurity Surveillance			
This category is intended to achieve effective management of the information received from the public, industry and the scientific community about suspected exotic pests or diseases. It also includes the collection, sampling and testing of organisms suspected of carrying or being infected with a potential biosecurity risk.			
Percentage of key cost recovered customers satisfied with laboratory services	80%	80%	80%
Percentage of incursion investigations reach an outcomes decision within specified timeframes	80%	80%	80%
Percentage of surveillance programmes reflect international standard or best practice	100%	100%	100%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry for Primary Industries in its Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Border Clearance Levy and Strengthening Biosecurity System	2015/16	-	2,000	4,600	4,600	4,600
Reprioritisation of Primary Growth Partnership funding to support MPI budget priorities	2015/16	-	1,600	2,100	2,700	2,700
Biosecurity, Food Safety and Food Act 2014 cost recovery decisions	2015/16	-	6,000	6,000	6,000	6,000
National Biocontainment Facility	2015/16	-	4,837	4,894	6,659	6,659
Implement a Queensland fruit fly response programme	2014/15	12,271	4,642	-	-	-
Kauri Dieback programme	2014/15	1,229	1,229	1,229	1,229	1,229
Retention of 2012/13 underspends to meet staff remuneration cost pressures in 2014/15, 2015/16, and 2016/17	2012/13	2,690	4,510	2,189	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2015/16, excluding the effect of expense transfers, is mainly due to policy changes:

- increased expenditure of \$6 million for fully cost-recovered biosecurity services
- new funding for operating costs associated with the rebuild of the National Biocontainment Facility of \$4.837 million
- operating expenditure arising from the introduction of the new Border Clearance Levy of \$2 million
- reprioritised Primary Growth Partnership funding to support biosecurity of \$1.600 million.

Technical changes also increased the appropriation:

- one-off expenditure of \$2.016 million in 2015/16 to fund the write-down of current foot and mouth vaccine stocks
- an increase of \$1.812 million from 2014/15 in the retention of underspends.

Policy and technical changes were partially offset by a policy change:

- a decrease in the Queensland fruit fly response programme of \$7.629 million.

Memorandum Account

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Border Biosecurity Clearance Fees			
Opening Balance at 1 July	-	-	(2,641)
Revenue	31,743	32,788	38,821
Expenses	(33,819)	(35,429)	(35,849)
Closing Balance at 30 June	(2,076)	(2,641)	331
Phytosanitary Exports			
Opening Balance at 1 July	1,257	1,257	838
Revenue	2,196	2,161	2,196
Expenses	(2,643)	(2,580)	(2,399)
Closing Balance at 30 June	810	838	635

Memorandum accounts record the accumulated balance of surpluses and deficits incurred for outputs provided to third party users of those services on a full cost recovery basis.

The Border Biosecurity Clearance Fees memorandum account covers:

- levies imposed on all importations of goods for which a document is lodged with the New Zealand Customs Service under regulations 26(2) of the Customs and Excise Regulations 1996
- all other fees collected under the Biosecurity Costs Regulations 2010 including inspection of risk goods, offshore inspection of ships, and approval and audit of transitional containment facilities and facility operators.

The Phytosanitary Exports memorandum account covers fees for certification of plant and forestry exports.

The Ministry for Primary Industries has a strategy of maintaining each memorandum account in a balanced state over the long term. It allows for changes in volumes resulting from fluctuations in economic activity and other matters. The charging model is periodically reviewed to ensure that the services are being provided in the most efficient cost-effective way and that the fees/levies reflect the cost of services provided.

The Ministry has initiated a review of fees/levies within the Food and Biosecurity sectors. This review will have regard to the balance of each memorandum account. All changes to existing fees/levies are intended to be implemented with effect from 1 July 2015.

Development and Implementation of Food Safety Policy Advice (M33)

Overarching Purpose Statement

The overarching purpose of this appropriation is to provide both policy and operational advice and support to Ministers in discharging their policy and operational decision-making responsibilities with regards to food safety.

Scope of Appropriation

Departmental Output Expenses

Development of Policy Advice

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

Implementation of Policy Advice

This category is limited to implementing policy decisions, operational policy, and administering legislation relating to food safety matters, and ministerial servicing.

Expenses, Revenue and Capital Expenditure

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	6,484
Departmental Output Expenses			
Development of Policy Advice	-	-	4,115
Implementation of Policy Advice	-	-	2,369
Funding for Departmental Output Expenses			
Revenue from the Crown	-	-	6,474
Development of Policy Advice	-	-	4,109
Implementation of Policy Advice	-	-	2,365
Revenue from Others	-	-	10
Development of Policy Advice	-	-	6
Implementation of Policy Advice	-	-	4

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Food Safety: Departmental Output Expenses: Implementation of Policy Advice	2,631	2,518	2,369
Vote Food Safety: Departmental Output Expenses: Policy Advice	3,122	3,120	4,115
Total	5,753	5,638	6,484

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the development, provision and implementation of policy advice relating to food safety matters.

How Performance will be Assessed for this Appropriation

The Ministry for Primary Industries will assess its Development and Implementation of Policy Advice by on-going monitoring of the quality of policy advice briefings it produces, the satisfaction of the Minister for Food Safety with the advice, programmes and services it provides and the timeliness with which outputs under this Development and Implementation of Policy Advice MCA are produced. The performance measures for the Development and Implementation of Policy Advice MCA are listed below in the relevant categories of the MCA.

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

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Policy Advice			
This category is intended to achieve the provision of policy advice to ensure that food safety systems are managed to enable an increase in a real export earnings from the primary sector in a sustainable way.			
Percentage of agreed policy work priorities met	85%	85%	85%
Technical quality assessment of MPI policy advice on a scale of 1 to 10	7	7	7
Total cost per output hour (\$)	138	138	138
The Minister for Food Safety rates the quality of policy advice provided as 8 or better on a scale of 1 to 10 via discussion with MPI officials every six months	8	8	8
Implementation of Policy Advice			
This category is intended to achieve the implementation of policy advice relating to food safety matters and ministerial servicing.			
Percentage of ministerial requests from the Minister for Food Safety completed to agreed standards	95%	95%	95%
Percentage of OIA, Privacy Act and Ombudsmen requests delivered within statutory timeframes	95%	95%	95%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry for Primary Industries in its Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Retention of 2012/13 underspends to meet staff remuneration costs pressures in 2014/15, 2015/16, and 2016/17	2012/13	115	194	94	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2015/16 is mainly due to the reprioritisation of Primary Growth Partnership funding into the Regional Economic Development budget, initiative totalling to \$3.360 million.

Development and Implementation of Primary Industries Policy Advice (M87)

Overarching Purpose Statement

The overarching purpose of this appropriation is to provide both policy and operational advice and support to Ministers in discharging their policy and operational decision-making responsibilities with regards to primary industries.

Scope of Appropriation

Departmental Output Expenses

Agriculture and Forestry Policy Advice

This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to agriculture and forestry, animal welfare and climate change.

Biosecurity Policy Advice

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

Fisheries Policy Advice

This category is limited to the provision of advice (including second opinion advice and contributing to policy advice led by other agencies) to support decision-making by Ministers on Government policy matters relating to the development of standards and guidelines for the sustainable and efficient utilisation of New Zealand's fisheries and promotion of New Zealand's interests in an international context.

Implementation of Agriculture and Forestry Policy Advice

This category is limited to implementing policy decisions, operational policy, and administering legislation relating to agriculture and forestry, animal welfare and climate change matters, and ministerial servicing.

Implementation of Biosecurity Policy Advice

This category is limited to implementing policy decisions, operational policy, and administering legislation relating to biosecurity matters, and ministerial servicing.

Implementation of the Emissions Trading Scheme and Indigenous Forestry

This category is limited to the implementation of the agriculture and forestry provisions of the Climate Change Response Act 2002 and the indigenous forestry provisions of the Forests Act 1949.

Operational Advice on Sustainability and Management Controls in Fisheries

This category is limited to operational advice to support decision-making by Ministers on Government policy matters relating to operational advice on sustainability and management controls for New Zealand's fisheries.

Expenses, Revenue and Capital Expenditure

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	100,491
Departmental Output Expenses			
Agriculture and Forestry Policy Advice	-	-	29,938
Biosecurity Policy Advice	-	-	2,510
Fisheries Policy Advice	-	-	4,599
Implementation of Agriculture and Forestry Policy Advice	-	-	23,524
Implementation of Biosecurity Policy Advice	-	-	2,564
Implementation of the Emissions Trading Scheme and Indigenous Forestry	-	-	8,822
Operational Advice on Sustainability and Management Controls in Fisheries	-	-	28,534
Funding for Departmental Output Expenses			
Revenue from the Crown	-	-	99,594
Agriculture and Forestry Policy Advice	-	-	29,344
Biosecurity Policy Advice	-	-	2,506
Fisheries Policy Advice	-	-	4,592
Implementation of Agriculture and Forestry Policy Advice	-	-	23,468
Implementation of Biosecurity Policy Advice	-	-	2,558
Implementation of the Emissions Trading Scheme and Indigenous Forestry	-	-	8,787
Operational Advice on Sustainability and Management Controls in Fisheries	-	-	28,339

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Revenue from Others	-	-	897
Agriculture and Forestry Policy Advice	-	-	594
Biosecurity Policy Advice	-	-	4
Fisheries Policy Advice	-	-	7
Implementation of Agriculture and Forestry Policy Advice	-	-	56
Implementation of Biosecurity Policy Advice	-	-	6
Implementation of the Emissions Trading Scheme and Indigenous Forestry	-	-	35
Operational Advice on Sustainability and Management Controls in Fisheries	-	-	195

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Primary Industries: Development of Policy Advice MCA			
Vote Primary Industries: Departmental Output Expenses: Agriculture and Forestry Policy Advice	26,735	26,595	29,938
Vote Primary Industries: Departmental Output Expenses: Biosecurity Policy Advice	2,454	2,454	2,510
Vote Primary Industries: Departmental Output Expenses: Fisheries Policy Advice	4,799	4,799	4,599
Vote Primary Industries: Departmental Output Expenses: Operational Advice on Sustainability and Management Controls in Fisheries	25,245	21,870	28,534
Vote Primary Industries: Implementation of Policy Advice MCA			
Vote Primary Industries: Departmental Output Expenses: Implementation of Agriculture and Forestry Policy Advice	21,835	20,999	23,524
Vote Primary Industries: Departmental Output Expenses: Implementation of Biosecurity Policy Advice	2,894	2,894	2,564
Vote Primary Industries: Departmental Output Expenses: Implementation of the Emissions Trading Scheme and Indigenous Forestry	10,256	9,936	8,822
Total	94,218	89,547	100,491

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the development, provision and implementation of policy advice relating to agriculture, forestry (both indigenous and exotic), biosecurity, the emissions trading scheme and fisheries management.

How Performance will be Assessed for this Appropriation

The Ministry for Primary Industries will assess its Development and Implementation of Policy Advice MCA by on-going monitoring of the quality of policy advice briefings it produces, the satisfaction of the Minister for Primary Industries with the advice and services it provides and the timeliness with which outputs under this Policy Advice MCA are produced. The performance measures for the Development and Implementation of Policy Advice MCA are listed below in the relevant categories of the MCA.

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

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Agriculture and Forestry Policy Advice			
This category is intended to achieve the development and provision of policy advice relating to agriculture and forestry matters, including animal welfare and climate change.			
Percentage of agreed policy work priorities met	85%	85%	85%
Technical quality assessment of MPI policy advice on a scale of 1 to 10	7	7	7
Total cost per output hour (\$)	138	138	138
The Minister for Primary Industries rates the quality of agriculture and forestry policy advice provided as 8 or better on a scale of 1 to 10 via discussion with MPI officials every six months	8	8	8
Biosecurity Policy Advice			
This category is intended to achieve the development and provision of policy advice relating to biosecurity matters, including contributing to policy advice led by other agencies.			
Percentage of agreed policy work priorities met	85%	85%	85%
Technical quality assessment of MPI policy advice on a scale of 1 to 10	7	7	7
Total cost per output hour (\$)	138	138	138
The Minister for Primary Industries rates the quality of biosecurity policy advice provided as 8 or better on a scale of 1 to 10 via discussion with MPI officials every six months	8	8	8
Fisheries Policy Advice			
This category is intended to achieve the development and provision of policy advice relating to fisheries matters, including the development of standards and guidelines for the sustainable management of New Zealand's fisheries, both domestically and internationally.			
Percentage of agreed policy work priorities met	85%	85%	85%
Technical quality assessment of MPI policy advice on a scale of 1 to 10	7	7	7
Total cost per output hour (\$)	138	138	138
The Minister for Primary Industries rates the quality of fisheries policy advice provided as 8 or better on a scale of 1 to 10 via discussion with MPI	8	8	8

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Implementation of the Emissions Trading Scheme and Indigenous Forestry			
This category is intended to achieve the implementation of regulatory policies that incentivise land-based sustainable economic and environmental outcomes, especially afforestation.			
Percentage of applicants that participate in the customer satisfaction survey give the quality of MPI's ETS service delivery a rating of at least 4 out of 5 (where 1 represents poor performance and 5 represents excellent performance)	75%	75%	75%
Percentage of draft sustainable forest management plans and sustainable forest management permit applications processed within 90 days	100%	100%	100%
Percentage of post-harvest inspections that comply with harvest limits and management prescriptions under approved Annual Logging Plans	80%	80%	80%
Percentage of registered sawmills inspected that comply with Part 3A of the Forests Act 1949 and the Forestry (Indigenous Timber Milling) Regulations	80%	80%	80%
Operational Advice on Sustainability and Management Controls in Fisheries			
This category is intended to achieve the development and provision of operational advice for the sustainable management of New Zealand's fisheries.			
Percentage of research projects completed	95%	95%	95%
Percentage of research projects meet MPI research and science information standard	95%	95%	95%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry for Primary Industries in its Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Regional Economic Development funded from Primary Growth Partnership	2015/16	-	3,360	4,110	-	-
Implement recommendations of the inquiry into the whey protein concentrate contamination incident to strengthen the food safety system including increasing the Ministry for Primary Industries presence in overseas markets	2014/15	2,215	2,960	4,147	4,147	4,147
Retention of 2012/13 underspends to meet staff remuneration cost pressures in 2014/15, 2015/16, and 2016/17	2012/13	1,444	2,423	1,176	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2015/16 is mainly due to the reprioritisation of Primary Growth Partnership funding into the Regional Economic Development budget, initiative totalling to \$3.360 million.

Food Safety (M33)

Overarching Purpose Statement

The overarching purpose of this appropriation is to protect consumers from food borne disease and maintain and enhance New Zealand's reputation as a trusted supplier of safe and suitable food.

Scope of Appropriation

Departmental Output Expenses

Assurance

This category is limited to justifying and delivering assurances to consumers, the public, overseas authorities and other stakeholders that food, food-related products and inputs into the production of food (whether undertaken or produced in New Zealand or imported) are managed, audited, approved, registered and/or monitored in accordance with New Zealand legislation and, for exports, relevant importing countries' market access requirements.

Information

This category is limited to engagement of, and information for, stakeholders about food safety and suitability, to encourage participation in, and compliance with, the food regulatory programme, and to enable consumers to make appropriate food choices.

Response

This category is limited to the investigation of, preparedness for, and response to, food related events, incidents, emergencies, complaints and suspected breaches of legislation and taking appropriate sanctions and enforcement action.

Standards

This category is limited to the scientific inputs and development and implementation of food related standards (including as appropriate international and joint Australia/New Zealand standards) and standards related to inputs into food production, imports, exports, new and emerging issues and the domestic market.

Non-Departmental Other Expenses

Joint Food Standards Setting Treaty

This category is limited to the development of joint food standards, codes of practice, and guidance material for Australia and New Zealand by Food Standards Australia New Zealand in accordance with the Joint Food Standards Setting Treaty.

Expenses, Revenue and Capital Expenditure

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	96,673
Departmental Output Expenses			
Assurance	-	-	67,439
Information	-	-	1,936
Response	-	-	5,064
Standards	-	-	20,134

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Other Expenses			
Joint Food Standards Setting Treaty	-	-	2,100
Funding for Departmental Output Expenses			
Revenue from the Crown	-	-	24,468
Assurance	-	-	10,273
Information	-	-	1,934
Response	-	-	5,060
Standards	-	-	7,201
Revenue from Others	-	-	70,105
Assurance	-	-	57,166
Information	-	-	2
Response	-	-	4
Standards	-	-	12,933

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Food Safety: Departmental Output Expense: Assurance	62,101	61,706	67,439
Vote Food Safety: Departmental Output Expense: Information	1,934	1,929	1,936
Vote Food Safety: Departmental Output Expense: Response	4,527	4,524	5,064
Vote Food Safety: Departmental Output Expense: Standards	18,202	18,194	20,134
Vote Food Safety: Non-Departmental Output Expense: Joint Food Standards Setting Treaty	2,100	2,100	2,100
Total	88,864	88,453	96,673

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the protection of consumers from food borne diseases and maintain and enhance New Zealand's reputation as a trusted supplier of safe and suitable food.

How Performance will be Assessed for this Appropriation

The Ministry for Primary Industries will assess its Food Safety MCA by on-going monitoring and maintenance of New Zealand's food safety systems and programmes through the various outputs produced through this MCA. The performance measures for the MCA are listed below in the relevant categories.

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

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Assurance			
This category is intended to achieve effective administration and management of New Zealand's food assurance systems.			
Access to overseas markets maintained after overseas audits	100% access maintained	100% access maintained	100% access maintained
Less than 2% of verification certificates issued rejected due to documentation errors	2%	2%	2%
Overall stakeholder satisfaction with MPI's verification services is increasing	70%	70%	70%
Information			
This category is intended to achieve effective provision of information programmes related to general food safety and the food regulations.			
Food safety information is provided in line with agreed programmes	Achieved	Achieved	Achieved
Response			
This category is intended to achieve the effective administration and management of responses linked to food-related incidents, emergencies, complaints and suspected breaches of food legislation.			
Percentage of food recalls assigned within 5 days	95%	95%	95%
Percentage of food recalls completed within 60 days	95%	95%	95%
By June 2020, MPI aims to reduce the rate of re-offending by 20% from where it was at June 2013	15%	15%	15%
Percentage of complex investigations completed within legislative requirements and meet prima facie test	100%	100%	100%
Standards			
This category is intended to achieve the effective administration of food standards, including those related to food production - ensuring standards are in place to manage industry compliance.			
Percentage of the milestones met of the Sanitary and Phytosanitary Standards Market Access Programme as agreed with key meat, dairy, seafood and horticulture sector stakeholders	75%	75%	75%
Percentage of certificates issued covering the export of animal products (including meat, seafood, dairy, honey and bee products and eggs) and wine which meet the importing country technical requirements as specified by the overseas competent authority	95%	95%	95%
Percentage of Codex Standards that are accepted by New Zealand	90%	90%	90%
Joint Food Standards Setting Treaty			
This category is intended to achieve the development of joint food standards between New Zealand and Australia.			
This appropriation is exempt from end-of-year performance reporting under s.15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation is less than \$5 million.	Exempted	Exempted	Exempted

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry for Primary Industries in its Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Strengthen food safety capability and address the Whey Protein Concentrate Contamination Incident Inquiry's recommendations	2015/16	-	1,400	1,900	2,300	2,300
Biosecurity, Food Safety and Food Act 2014 cost recovery decisions	2015/16	-	6,910	6,910	6,910	6,910
Wine Act 2003 Cost Recovery	2015/16	-	903	903	903	903
Implement recommendations of the enquiry into the Whey Protein Concentrate Contamination Incident, to strengthen the food safety system including increasing presence in overseas markets, increasing dairy capability and accelerating the standards integration programme	2014/15	3,715	4,210	5,398	5,398	5,398
Retention of 2012/13 underspends to meet staff remuneration cost pressures in 2014/15, 2015/16, and 2016/17	2012/13	423	393	345	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2015/16 is mainly due to:

- increased expenditure of \$6.910 million for fully cost-recovered food safety services
- increased expenditure of \$1.400 million for food safety capability to address the Whey Protein Concentrate Contamination Incident Inquiry's recommendations
- an increase in appropriation of \$903,000 arising from the introduction of the Wine Act cost recovery levy.

Memorandum Account

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Approvals, Accreditations and Registrations			
Opening Balance at 1 July	307	307	515
Revenue	3,710	3,536	4,146
Expenses	(3,737)	(3,328)	(4,078)
Closing Balance at 30 June	280	515	583
Standards Setting for the Food Industry			
Opening Balance at 1 July	891	891	1,899
Revenue	15,626	14,021	19,318
Expenses	(19,038)	(17,027)	(19,655)
Write off of historical Memorandum Account deficits	4,014	4,014	-
Closing Balance at 30 June	1,493	1,899	1,562

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Verification of the Food Regulatory Programme			
Opening Balance at 1 July	(2,705)	(2,705)	(445)
Revenue	37,372	38,271	38,457
Expenses	(37,792)	(36,303)	(37,858)
Transfers and Adjustments	292	292	-
Closing Balance at 30 June	(2,833)	(445)	154

Memorandum accounts record the accumulated balance of surpluses and deficits incurred for outputs provided to third party users of those services on a full cost recovery basis.

The Approvals, Accreditations and Registrations memorandum account covers the provision of approval and registration services to regulated parties under the Agricultural Compounds and Veterinary Medicines Act 1997 and the Animal Products Act 1999.

The Standards Setting for the Food Industry memorandum account covers standards setting activities and fees for certification and reconciliation services under the Animal Products (Dairy Industry Fees and Charges) Regulations 2007.

The Verification of the Food Regulatory Programme memorandum account covers verification and certification activities undertaken by the Ministry for Primary Industries in accordance with section 7 of the Animal Products (Fees, Charges and Levies) Regulations 2007.

The Ministry for Primary Industries has a strategy of maintaining each memorandum account in a balanced state over the long term. It allows for changes in volumes resulting from fluctuations in economic activity and other matters. The charging model is periodically reviewed to ensure that the services are being provided in the most efficient cost-effective way and that the fees/levies reflect the cost of services provided.

The Ministry has initiated a review of fees/levies within the Food and Biosecurity sectors. This review will have regard to the balance of each memorandum account. All changes to existing fees/levies are intended to be implemented with effect from 1 July 2015.

Grants and Programmes (M87)

Overarching Purpose Statement

The overarching purpose for this appropriation is the administration of schemes, grants, programmes and assistance which are designed to achieve the outcome of innovation and sustainable resource management within the primary sector.

Scope of Appropriation

Departmental Output Expenses

Administration of Grants and Programmes

This category is limited to the administration of government approved schemes, grants and assistance to the land-based sectors.

Non-Departmental Other Expenses

Adverse Climatic Events

This category is limited to providing recovery assistance to the primary sector in the aftermath of adverse climatic events and assistance to rural support trusts.

Hill Country Erosion Fund

This category is limited to projects that protect erosion-prone hill country.

Sustainable Farming Fund

This category is limited to community driven programmes aimed at improving economic and environmental performance in farming.

Expenses, Revenue and Capital Expenditure

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	18,201
Departmental Output Expenses			
Administration of Grants and Programmes	-	-	7,164
Non-Departmental Other Expenses			
Adverse Climatic Events	-	-	526
Hill Country Erosion Fund	-	-	2,200
Sustainable Farming Fund	-	-	8,311
Funding for Departmental Output Expenses			
Revenue from the Crown	-	-	7,147
Administration of Grants and Programmes	-	-	7,147
Revenue from Others	-	-	17
Administration of Grants and Programmes	-	-	17

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Primary Industries: Departmental Output Expenses: Administration of Grants and Programmes	6,779	6,774	7,164
Vote Primary Industries: Non Departmental Other Expenses: Adverse Climatic Events	526	400	526
Vote Primary Industries: Non Departmental Other Expenses: Hill Country Erosion Fund	2,200	2,000	2,200
Vote Primary Industries: Non Departmental Other Expenses: Sustainable Farming Fund	8,291	7,000	8,311
Total	17,796	16,174	18,201

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective administration and management of the grants, programmes and funds overseen by the Ministry for Primary Industries.

How Performance will be Assessed for this Appropriation

The Ministry for Primary Industries will assess its Grants and Programmes MCA by on-going monitoring of the quality and delivery of the programmes and funds supported by this MCA. The performance measures for the Grants and Programmes MCA are listed below in the relevant categories of the MCA.

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

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Administration of Grants and Programmes			
This category is intended to achieve the effective administration of the Ministry's Grants and Programmes activities.			
Percentage of applications processed within agreed standards and timeframes	100%	100%	100%
Adverse Climatic Events			
This category is intended to achieve the effective management and administration of recovery assistance funds in the aftermath of adverse climatic events.			
This appropriation is exempt from end-of-year performance reporting under s.15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation is less than \$5 million.	Exempt	Exempt	Exempt
Hill Country Erosion Fund			
This category is intended to achieve the effective management and administration of projects and regional activities developed to protect erosion-prone hill country.			
Annual area treated (ha)	3,000	3,000	3,000

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Sustainable Farming Fund			
This category is intended to achieve the effective management of grants to support community programmes aimed at improving economic and environmental benefits to land-based primary industries and the aquaculture sector.			
Percentage of project milestones met	85%	85%	85%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry for Primary Industries in its Annual Report.

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Hill Country Erosion Fund					
Local Government Organisations					
Horizons Regional Council	1,543	1,543	Unknown	See above	30 June 2015
Hawkes Bay Regional Council	80	80	Unknown	See above	30 June 2015
Taranaki Regional Council	245	245	Unknown	See above	30 June 2015
Greater Wellington Regional Council	195	195	Unknown	See above	30 June 2015
Sustainable Farming Fund					
The following organisations are recipients of grant funding from the Sustainable Farming Fund in 2014/15					
Regional councils	94	94	195	See above	See below
Crown Research Institutes	975	894	882	See above	See below
Universities	-	5	-	See above	See below
Famer groups	6,025	6,456	4,470	See above	See below
Māori Agribusiness	1,339	1,388	1,120	See above	See below

Note: Expiry of resourcing commitments for the Sustainable Farming Fund varies depending on the grant recipients with:

- 62 grant schemes due for completion by June 2015
- 42 grant schemes due for completion by June 2016
- 26 grant schemes due for completion by June 2017.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Sustainable Farming Fund reprioritisation to support Government budget priorities	2015/16	-	(1,000)	(1,000)	(1,000)	(1,000)
Afforestation Grants Scheme	2015/16	-	500	500	500	500
Retention of 2012/13 underspends to meet staff remuneration cost pressures in 2014/15, 2015/16, and 2016/17	2012/13	108	181	88	-	-

Reasons for Change in Appropriation

This new multi-category appropriation commences in the 2015/16 financial year.

Sustainable Economic Development and Trade (M87)*Overarching Purpose Statement*

The overarching purpose for this appropriation is to efficiently manage New Zealand's primary production and natural resources in a sustainable manner.

*Scope of Appropriation***Departmental Output Expenses***Animal Welfare Education and Enforcement*

This category is limited to education and enforcement intended to improve animal welfare in New Zealand.

Aquaculture

This category is limited to implementing aquaculture policy advice, supporting and monitoring the growth of the aquaculture industry.

Fisheries Enforcement and Monitoring

This category is limited to informing, assisting, directing and enforcing adherence to New Zealand fisheries laws.

Fisheries Management

This category is limited to implementing ministerial decisions on sustainability and management controls for New Zealand fisheries.

Non-Departmental Other Expenses*Fisheries Quota Shares and ACE Administration Costs*

This category is limited to the administration of the sale of Crown Quota Shares and Annual Catch Entitlement (ACE).

Expenses, Revenue and Capital Expenditure

	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	64,455
Departmental Output Expenses			
Animal Welfare Education and Enforcement	-	-	8,978
Aquaculture	-	-	4,952
Fisheries Enforcement and Monitoring	-	-	38,251
Fisheries Management	-	-	12,250
Non-Departmental Other Expenses			
Fisheries Quota Shares and ACE Administration Costs	-	-	24
Funding for Departmental Output Expenses			
Revenue from the Crown	-	-	62,434
Animal Welfare Education and Enforcement	-	-	8,965
Aquaculture	-	-	4,944
Fisheries Enforcement and Monitoring	-	-	36,779
Fisheries Management	-	-	11,746
Revenue from Others	-	-	1,997
Animal Welfare Education and Enforcement	-	-	13
Aquaculture	-	-	8
Fisheries Enforcement and Monitoring	-	-	1,472
Fisheries Management	-	-	504

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2014/15		2015/16
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Primary Industries: Implementation of Policy Advice MCA, Departmental Output Expenses: Aquaculture	4,279	4,279	4,952
Vote Primary Industries: Implementation of Policy Advice MCA, Departmental Output Expenses: Fisheries Enforcement and Monitoring	38,789	38,789	38,251
Vote Primary Industries: Implementation of Policy Advice MCA, Departmental Output Expenses: Fisheries Management	12,163	12,163	12,250
Vote Primary Industries: Departmental Output Expenses: Animal Welfare Education and Enforcement	6,908	6,885	8,978
Vote Primary Industries: Non-Departmental Other Expenses: Fisheries Quota Shares and ACE Administration Costs	24	-	24
Total	62,163	62,116	64,455

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective management of animal welfare, aquaculture and fisheries programmes to support sustainable economic development.

How Performance will be Assessed for this Appropriation

The Ministry for Primary Industries will assess the performance for this appropriation by on-going monitoring and maintenance of New Zealand's animal welfare, aquaculture and fisheries management and enforcement programmes through the outputs produced via the Sustainable Economic Development and Trade MCA. The performance measures for the Sustainable Economic Development and Trade MCA are listed below in the relevant categories of the MCA.

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

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Animal Welfare Education and Enforcement			
This category is intended to achieve improvements in the education and enforcement of New Zealand's animal welfare laws and regulations.			
Percentage of complaints received are recorded and responded to within agreed timeframes	95%	95%	95%
By June 2020, MPI aims to reduce the rate of re-offending by 20% from where it was at June 2013	15%	15%	15%
Percentage of the milestones met for the review and development of Codes of Welfare in accordance with the National Animal Welfare Advisory Committee (NAWAC) work programme agreed by the Minister	80%	80%	80%
Percentage of complex investigations completed within legislative requirements and meet prima facie test	100%	100%	100%
Aquaculture			
This category is intended to achieve support for the all-of-government pathway to promote growth in the aquaculture sector.			
Percentage of project milestones for the annual aquaculture plan met	90%	90%	90%
Fisheries Enforcement and Monitoring			
This category is intended to achieve the adherence to New Zealand fisheries laws.			
Percentage of commercial operators inspected are found to be voluntarily compliant	90%	90%	90%
Percentage of recreational fishers inspected are found to be voluntarily compliant	95%	95%	95%
By June 2020, MPI aims to reduce the rate of re-offending by 20% from where it was at June 2013	20%	20%	20%
Percentage of complex investigations completed within legislative requirements and meet prima facie test	100%	100%	100%
Percentage of the Crown's obligations to Māori is delivered	100%	100%	100%

Assessment of Performance	2014/15		2015/16
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Fisheries Management			
This category is intended to achieve sustainability and management controls for New Zealand fisheries.			
Percentage of ministerial requests from the Minister for Primary Industries completed to agreed standards	95%	95%	95%
Percentage of OIA, Privacy Act and Ombudsmen requests delivered within statutory timeframes	95%	95%	95%
Fisheries Quota Shares and ACE Administration Costs			
This category is intended to achieve the effective administration and management of work relating to the sale of Crown Quota Shares and Annual Catch Entitlement (ACE).			
This appropriation is exempt from end-of-year performance reporting under s.15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation is less than \$5 million.	Exempted	Exempted	Exempted

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry for Primary Industries in its Annual Report.

Service Providers

Provider	2014/15 Budgeted \$000	2014/15 Estimated Actual \$000	2015/16 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Commercial Fisheries Services Ltd (FishServe)	24	-	24	Not required	31 October 2023

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2014/15 Budgeted \$000	2015/16 Budget \$000	2016/17 Estimated \$000	2017/18 Estimated \$000	2018/19 Estimated \$000
Strengthening the Animal Welfare System	2015/16	-	2,677	2,677	2,317	2,317
Retention of 2012/13 underspends to meet staff remuneration cost pressures in 2014/15, 2015/16, and 2016/17	2012/13	1,148	1,937	1,152	-	-

Reasons for Change in Appropriation

This new multi-category appropriation commences in the 2015/16 financial year.