

# *Vote Defence Force*

---

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Defence (M22)

ADMINISTERING DEPARTMENT: New Zealand Defence Force

MINISTER RESPONSIBLE FOR NEW ZEALAND DEFENCE FORCE: Minister of Defence

# Details of Appropriations

## Details of Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2007/08		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Departmental Output Expenses</b>			
<b>Fixed Wing Transport Forces (M22)</b> Provision of the capabilities of No 40 Squadron RNZAF (Boeing 757-200 and C-130 Hercules aircraft) prepared to conduct strategic and tactical air transport operations, including aeromedical evacuation, in accordance with NZDF Output Plan specifications, and to contribute support services to the community.	196,380	(18,357)	178,023
<b>Land Combat Forces (M22)</b> Provision of the capabilities of the Land Combat Forces (command, control, intelligence and manoeuvre force elements) prepared to conduct land operations and to contribute support services to the community, in accordance with NZDF Output Plan specifications.	345,512	(20,830)	324,682
<b>Land Combat Service Support Forces (M22)</b> Provision of the capabilities of the Land Combat Service Support Forces (transport, medical, supply, repair and movements force elements) prepared to support land operations and to contribute support services to the community, in accordance with NZDF Output Plan specifications.	126,257	8,877	135,134
<b>Land Combat Support Forces (M22)</b> Provision of the capabilities of the Land Combat Support Forces (artillery, engineers, communications and military police force elements) prepared to conduct land operations and to contribute support services to the community, in accordance with NZDF Output Plan specifications.	183,200	(11,546)	171,654
<b>Maritime Patrol Forces (M22)</b> Provision of the capabilities of No 5 Squadron RNZAF (P-3K Orion aircraft) prepared to conduct maritime surveillance of New Zealand's EEZ, the Pacific region and the Southern Ocean, to conduct search and rescue missions, and to conduct maritime air operations, in accordance with NZDF Output Plan specifications. This output expense also includes some support services to the community.	154,156	(4,420)	149,736
<b>Military Hydrography, and Hydrographic Data Collection and Processing for LINZ (M22)</b> Provision of the capabilities of the hydrographic and oceanographic survey vessel, HMNZS RESOLUTION, specialist personnel and support infrastructure to conduct military hydrography in accordance with NZDF Output Plan specifications, and hydrographic data collection and processing that meets contractual commitments to Land Information New Zealand (LINZ). This output expense is supported by the Hydrographic Business Unit.	15,136	134	15,270
<b>Military Policy Development, Coordination and Advice (M22)</b> Provision of advice to the Minister of Defence on military contributions to New Zealand's foreign policy and military responses to contingencies, in accordance with NZDF Output Plan specifications. This output expense also includes military intelligence, responses to ministerial correspondence, select committee and parliamentary questions, Official Information Act inquiries, and Ombudsmen correspondence.	11,390	(1,186)	10,204

Titles and Scopes of Appropriations by Appropriation Type	2007/08		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Mine Countermeasures (MCM) and MCM Diving Forces (M22)</b> Provision of the capabilities of the Mine Countermeasures (MCM) Forces, HMNZS MANAWANUI with HMNZS KAHU as backup, prepared to conduct route surveys and conditioning of selected New Zealand ports, and the provision of the Operational Diving Team prepared to support MCM operations and to conduct independent diving tasks, in accordance with NZDF Output Plan specifications. This output expense also includes some support services to the community.	37,687	(10,556)	27,131
<b>Miscellaneous Support Activities (M22)</b> Provision of the NZDF infrastructure and planned support to regional defence forces and the New Zealand community provided by identified elements of the NZDF. It includes support provided under the auspices of the Mutual Assistance Programme, support to the New Zealand Cadet Forces, training of Limited Service Volunteers and the provision of Service Museums, in accordance with NZDF Output Plan specifications.	13,689	606	14,295
<b>Naval Combat Forces (M22)</b> Provision of the capabilities of the frigates, HMNZ Ships TE KAHA and TE MANA, prepared to conduct maritime operations and to contribute support services to the community, in accordance with NZDF Output Plan specifications.	394,454	(9,213)	385,241
<b>Naval Helicopter Forces (M22)</b> Provision of the capabilities of No 6 Squadron RNZAF (Seasprite SH-2G helicopters) prepared to conduct maritime operations in support of other Output Expenses, especially the Naval Combat Forces, Naval Support Forces and Naval Patrol Forces, in accordance with NZDF Output Plan specifications.	84,670	(5,597)	79,073
<b>Naval Patrol Forces (M22)</b> Provision of the capabilities of the Offshore and Inshore Patrol Vessels (OPVs, IPVs) prepared for the conduct of maritime operations in support of Multi-Agency Operations and Tasks (MAO&T), and for the security and protection of New Zealand's economic border and EEZ, in accordance with NZDF Output Plan specifications. Once in service the OPVs will also be prepared to conduct sovereignty and resource protection patrol operations in the Southern Ocean, Ross Dependency, South Pacific region and further afield when directed.	85,221	(23,309)	61,912
<b>Naval Support Forces (M22)</b> Provision of the capabilities of the Fleet Replenishment Ship, HMNZS ENDEAVOUR, and the Multi-Role Vessel, HMNZS CANTERBURY, prepared to conduct maritime logistic support and amphibious sealift operations for deployed military forces, in accordance with NZDF Output Plan specifications. This output expense also includes contributions to a range of services provided to Government and the community.	95,502	(2,825)	92,677
<b>Rotary Wing Transport Forces (M22)</b> Provision of the capabilities of No 3 Squadron RNZAF (Iroquois helicopters) prepared to conduct tactical air transport, including aeromedical evacuation, and counter-terrorist operations, and to contribute support services to the community, in accordance with NZDF Output Plan specifications.	114,472	4,387	118,859
<b>Special Operations Forces (M22)</b> Provision of the capabilities of the Special Operations Forces prepared to conduct special forces operations in support of land operations, counter-terrorist operations, and the provision of Chemical, Biological, Radiological, Explosive, Improvised Explosive Device Disposal (CBRE IEDD) that threaten public safety or national interests, in accordance with NZDF Output Plan specifications.	51,986	(923)	51,063
<b>Total Departmental Output Expenses</b>	1,909,712	(94,758)	1,814,954

	2007/08		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
<b>Other Expenses to be incurred by the Department</b>			
<i>Asset Write-Offs (M22)</i>	-	2,700	2,700
To provide for the expensing of capitalised items that have no ongoing utility.			
<b>Total Other Expenses to be incurred by the Department</b>	-	2,700	2,700
<b>Capital Expenditure to be Incurred by the Department</b>			
<i>New Zealand Defence Force - Capital Expenditure PLA (M22)</i>	-	412,152	412,152
This appropriation is limited to the purchase or development of assets by and for the use of the New Zealand Defence Force, as authorised by section 24(1) of the Public Finance Act 1989			
<b>Total Capital Expenditure to be Incurred by the Department</b>	-	412,152	412,152
<b>Total Annual and Permanent Appropriations</b>	1,909,712	320,094	2,229,806

## Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriation	\$000
<b>Departmental Output Expenses</b>		
<b>Operationally Deployed Forces (M22)</b>	Original Appropriation	66,999
The provision of force elements for routine operational deployments in support of the United Nations and other relevant multinational agencies as approved by the Government, in accordance with NZDF Output Plan specifications. Commences: 1 July 2005 Expires: 30 June 2008	Adjustments to 2006/07	71,179
	Adjustments for 2007/08	(7,311)
	Adjusted Appropriation	130,867
	Actual to 2006/07 Year End	59,575
	Estimated Actual for 2007/08	71,292
	Estimated Actual for 2008/09	-
	Estimated Appropriation Remaining	-

## Details of Projected Movements in Departmental Net Assets

### *New Zealand Defence Force*

Details of Net Asset Schedule	2007/08 Main Estimates Projections \$000	2007/08 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2007/08
Opening Balance	4,974,132	4,702,521	Supplementary Estimates opening balance reflects the audited results as at 30 June 2007.
Capital Injections	127,585	73,395	The change recognises a transfer of \$54.190 million to 2008/09.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	11,751	The surplus includes unrealised foreign exchange gains of \$14.500 million recognised as at 29 February 2008 offset by a \$2.700 million asset write-off, should it be required.
Other Movements	2,700	2,688	To maintain the Net Asset value should a \$2.700 million asset write-off not be required.
Closing Balance	5,104,417	4,790,355	