

# **Statements of Expenses and Capital Expenditure**

# Statement of budgeted and actual expenses and capital

The following statements report information about the expenses and capital expenditure incurred against each appropriation administered by the Department for the year ended 30 June 2019. They are prepared on a GST exclusive basis.

Statement of cost accounting polices .....	136
Statement of Departmental expenditure and capital appropriations .....	137
Statement of non-Departmental expenditure and capital appropriations .....	140
Statement of Departmental and non-Departmental expenditure and capital appropriations .....	143
Reconciliation between total appropriations for Departmental expenses and the Departmental statement of comprehensive revenue and expense .....	145
Reconciliation between total appropriations for non-Departmental expenses and the schedule of non-Departmental expenditure .....	145
Statement of Departmental expenditure and capital expenditure incurred without, or in excess of, appropriation or other authority .....	145
Statement of non-Departmental expenditure and capital expenditure incurred without, or in excess of, appropriation or other authority .....	146
Statement of Departmental capital injections .....	146
Statement of capital injections incurred without, or in excess of, appropriation or other authority .....	146

# Statement of cost accounting polices

## Criteria for direct and indirect costs

Direct costs are those costs directly attributed to an output. Indirect costs are those costs that cannot be identified with a specific output in an economically feasible manner.

## Cost Allocation Policy

Direct costs are allocated directly to significant activities. Indirect costs are allocated to outputs based on cost drivers and related activity/usage information.

There were no changes in cost allocation policies since the last audited financial statements.

## Method of assigning costs to outputs

Costs of outputs are derived using a 2-step cost allocation system:

Direct costs are charged to cost centres based on asset utilisation (depreciation), recorded time spent (personnel costs) and usage (operating costs). Similarly, indirect costs charged to cost centres are driven by capital charge, perceived benefit, personnel numbers, floor space, network connections and estimated allocation of time. For the year ended 30 June 2019, direct costs accounted for 75% of the Department's costs and indirect costs of 25% (2017/18: 75% and 25%).

Cost centre expenditure is subsequently apportioned to outputs based on the focus and nature of activities supported by the cost centre. To ensure accuracy, cost centre contributions to Appropriation Outputs are reviewed annually.

# Statement of Departmental expenditure and capital appropriations

for the year ended 30 June 2019

Actual 2018 \$000		Expenditure before remeasurement 2019 \$000	Remeasurement 2019 \$000	Expenditure after remeasurement 2019 \$000	Appropriation voted* 2019 \$000	Location of end of year performance information**
<b>Vote Internal Affairs</b>						
<b>Departmental output expenses</b>						
3,575	Administration of Grants	3,790	(2)	3,788	3,935	1
1,326	Contestable Services RDA	1,525	(1)	1,524	1,611	1
3,354	Local Government Services	3,904	(2)	3,902	4,316	1
-	Royal Commission into Historical Abuse in State Care and in the Care of Faith-based Institutions - Operating Expenses MYA	7,771	(3)	7,768	8,668	1
<b>8,255</b>	<b>Total Departmental output expenses</b>	<b>16,990</b>	<b>(8)</b>	<b>16,982</b>	<b>18,530</b>	
<b>Departmental capital expenditure</b>						
87,276	Department of Internal Affairs - Capital Expenditure PLA	70,054	-	70,054	98,123	1
<b>87,276</b>	<b>Total Departmental capital expenditure</b>	<b>70,054</b>	<b>-</b>	<b>70,054</b>	<b>98,123</b>	
<b>Multi-category expenses and capital expenditure appropriations (MCA)</b>						
<b>Civic Information Services MCA</b>						
149,592	Managing and Accessing Identity Information	148,610	(74)	148,536	156,067	1
92,287	Managing and Accessing Knowledge Information	88,289	(72)	88,217	88,575	1
922	Publishing Civic Information	707	(1)	706	872	1
<b>242,801</b>	<b>Total Civic Information Services MCA</b>	<b>237,606</b>	<b>(147)</b>	<b>237,459</b>	<b>245,514</b>	
<b>Community Information and Advisory Services MCA</b>						
5,089	Advisory and Information Services to Ethnic Communities	5,234	(3)	5,231	6,425	1
110	Community Archives Support	136	-	136	136	1
4,495	Community Development and Engagement Advice	4,537	(3)	4,534	4,522	1
<b>9,694</b>	<b>Total Community Information and Advisory Services MCA</b>	<b>9,907</b>	<b>(6)</b>	<b>9,901</b>	<b>11,083</b>	

Actual 2018 \$000		Expenditure before remeasurement 2019 \$000	Remeasurement 2019 \$000	Expenditure after remeasurement 2019 \$000	Appropriation voted* 2019 \$000	Location of end of year performance information**
<b>Information and Technology Services MCA</b>						
19,393	Cross-Government ICT Strategy and Planning, Service Delivery and Investment Proposals	30,015	(13)	30,002	30,669	1
14,507	Government Information and Technology Services	19,286	(9)	19,277	18,738	1
1,027	Government Chief Privacy Officer	1,338	(1)	1,337	1,309	1
<b>34,927</b>	<b>Total Information and Technology Services MCA</b>	<b>50,639</b>	<b>(23)</b>	<b>50,616</b>	<b>50,716</b>	
<b>Ministerial Support Services MCA</b>						
579	Crown Entity Monitoring	350	-	350	378	1
263	Ministerial Support Services - Community and Voluntary Sector	409	-	409	432	1
158	Ministerial Support Services - Ethnic Communities	205	-	205	213	1
599	Ministerial Support Services - Internal Affairs	850	(1)	849	894	1
747	Ministerial Support Services - Local Government	743	(1)	742	784	1
284	Ministerial Support Services - Ministerial Services	243	-	243	268	1
79	Ministerial Support Services - Racing	268	-	268	278	1
<b>2,709</b>	<b>Total Ministerial Support Services MCA</b>	<b>3,068</b>	<b>(2)</b>	<b>3,066</b>	<b>3,247</b>	
<b>Policy Advice MCA</b>						
659	Policy Advice - Community and Voluntary Sector	697	(1)	696	718	1
976	Policy Advice - Ethnic Communities	638	-	638	908	1
4,545	Policy Advice - Internal Affairs	3,979	(4)	3,975	4,083	1
8,053	Policy Advice - Local Government	12,692	(7)	12,685	13,028	1
214	Policy Advice - Racing	1,304	-	1,304	1,692	1
<b>14,447</b>	<b>Total Policy Advice MCA</b>	<b>19,310</b>	<b>(12)</b>	<b>19,298</b>	<b>20,429</b>	
<b>Regulatory Services MCA</b>						
6,449	Charities Regulation	7,071	(5)	7,066	6,970	1
40,188	Regulatory Services	41,697	(23)	41,674	45,533	1
<b>46,637</b>	<b>Total Regulatory Services MCA</b>	<b>48,768</b>	<b>(28)</b>	<b>48,740</b>	<b>52,503</b>	

Actual 2018 \$000		Expenditure before remeasurement 2019 \$000	Remeasurement 2019 \$000	Expenditure after remeasurement 2019 \$000	Appropriation voted* 2019 \$000	Location of end of year performance information**
<b>Services Supporting the Executive MCA</b>						
5,212	Coordination of Official Visits and Events	7,891	(2)	7,889	8,773	1
30,985	Support Services to Members of the Executive	28,640	(13)	28,627	28,417	1
8,915	VIP Transport Services	9,416	(4)	9,412	9,000	1
<b>45,112</b>	<b>Total Services Supporting the Executive MCA</b>	<b>45,947</b>	<b>(19)</b>	<b>45,928</b>	<b>46,190</b>	
<b>Support for Statutory and Other Bodies MCA</b>						
2,679	Commission of Inquiry and Similar Bodies	8,379	(1)	8,378	11,059	1
105	Statutory and Advisory Body Support - National Archives	103	-	103	101	1
124	Statutory and Advisory Body Support - National Library	62	-	62	105	1
759	Statutory Body Support - Gambling Commission	878	-	878	1,158	1
1,871	Statutory Body Support - Local Government Commission	1,164	-	1,164	1,666	1
258	Support for Grant Funding Bodies - Community and Voluntary Sector	36	-	36	240	1
10,987	Support for Grant Funding Bodies - Internal Affairs	10,994	(7)	10,987	11,349	1
1,087	Establishing Commissions of Inquiry and Similar Bodies <sup>39</sup>	-	-	-	-	
<b>17,870</b>	<b>Total Support for Statutory and Other Bodies MCA</b>	<b>21,616</b>	<b>(8)</b>	<b>21,608</b>	<b>25,678</b>	
<b>414,197</b>	<b>Total multi-category expenses and capital expenditure appropriations</b>	<b>436,861</b>	<b>(245)</b>	<b>436,616</b>	<b>455,360</b>	
<b>Summary of Departmental appropriations</b>						
8,255	Departmental output expenses	16,990	(8)	16,982	18,530	
414,197	Multi-category expenses and capital expenditure appropriations (MCA)	436,861	(245)	436,616	455,360	
<b>422,452</b>	<b>Total appropriations for Departmental expenses</b>	<b>453,851</b>	<b>(253)</b>	<b>453,598</b>	<b>473,890</b>	
87,276	Total appropriations for Departmental capital expenses	70,054	-	70,054	98,123	
<b>509,728</b>	<b>Total Departmental annual and permanent appropriations and multi-year appropriation</b>	<b>523,905</b>	<b>(253)</b>	<b>523,652</b>	<b>572,013</b>	

\* These are the appropriations from the Supplementary Estimates, adjusted for any transfers under section 26A of the PFA.

\*\* The numbers in this column represent where the end-of-year performance information has been reported for each appropriation administered by the Ministry, as detailed below:

1. The Department's annual report.
2. No reporting due to an exemption obtained under section 15D of the PFA.

<sup>39</sup> There has been no Appropriation, nor any expenditure incurred for 2018/19, therefore, there is nothing to report.

# Statement of non-Departmental expenditure and capital appropriations

for the year ended 30 June 2019

Actual 2018 \$000		Expenditure before remeasurement 2019 \$000	Remeasurement 2019 \$000	Expenditure after remeasurement 2019 \$000	Appropriation voted* 2019 \$000	Location of end of year performance information**
<b>Vote Internal Affairs</b>						
<b>Non-Departmental output expenses</b>						
1,960	Classification of Films, Videos and Publications	1,960	-	1,960	1,960	2
116	Development of On-Line Authentication Services	116	-	116	116	2
2,000	Public Lending Right for New Zealand Authors	2,000	-	2,000	2,000	2
-	Fire and Emergency New Zealand – Public Good Services	10,000	-	10,000	10,000	1
10,000	NZ Fire Service Commission - Public Good Services <sup>40</sup>	-	-	-	-	
<b>14,076</b>	<b>Total non-Departmental output expenses</b>	<b>14,076</b>	<b>-</b>	<b>14,076</b>	<b>14,076</b>	
<b>Benefits or related expenses</b>						
48,176	Rates Rebate Scheme	52,248	-	52,248	54,800	2
<b>48,176</b>	<b>Total benefits or related expenses</b>	<b>52,248</b>	<b>-</b>	<b>52,248</b>	<b>54,800</b>	
<b>Non-Departmental other expenses</b>						
3,206	Chatham Islands Council	3,206	-	3,206	3,206	2
4,515	Chatham Islands Wharves - Operating cost	3,509	-	3,509	3,539	2
862	Crown-owned Assets at Lake Taupō - Maintenance Costs	674	-	674	949	2
246	Depreciation on Official Residences	246	-	246	322	2
10,748	Executive Council and Members of the Executive - Salaries and Allowances PLA	10,394	-	10,394	11,360	2
539	Former Governors-General - Annuities and Other Payments PLA	1,464	(960)	504	596	2
203	Former Prime Ministers - Annuities PLA	788	(582)	206	226	2
141	Former Prime Ministers - Domestic Travel PLA	(619)	783	164	270	2
4,322	Members of the Executive - Travel <sup>41</sup>	-	-	-	-	
6,368	Miscellaneous Grants - Internal Affairs	3,223	-	3,223	3,262	1
632	Public Inquiries	1,421	-	1,421	1,588	2
980	Racing Safety Development Fund	1,000	-	1,000	1,000	2

<sup>40</sup> There has been no Appropriation, nor any expenditure incurred for 2018/19, therefore, there is nothing to report.

<sup>41</sup> There has been no Appropriation, nor any expenditure incurred for 2018/19, therefore, there is nothing to report.

Actual 2018 \$000		Expenditure before remeasurement 2019 \$000	Remeasurement 2019 \$000	Expenditure after remeasurement 2019 \$000	Appropriation voted* 2019 \$000	Location of end of year performance information**
518	Settling-In Grants	1,509	-	1,509	1,520	2
1,500	Tuwharetoa Maori Trust Board PLA	1,500	-	1,500	1,500	2
560	Official Residences - Maintenance Costs	684	-	684	707	2
1,250	Supporting LA Statutory Activities	3,050	-	3,050	3,050	2
16	Transfer of Crown Assets at Taupō Landing Recreation Reserve	-	-	-	484	2
-	Royal Commission into Historical Abuse in State Care and in the Care of Faith-based Institutions - Commissioners' Fees MYA	583	-	583	1,015	1
-	Royal Commission into Historical Abuse in State Care and in the Care of Faith-based Institutions - Counselling Costs MYA	-	-	-	1,464	1
6,214	Services Supporting the Executive - Travel	12,113	-	12,113	12,397	1
<b>42,820</b>	<b>Total non-Departmental other expenses</b>	<b>44,745</b>	<b>(759)</b>	<b>43,986</b>	<b>48,455</b>	
	<b>Non-Departmental capital expenditure</b>					
2,238	Capital Investments - Lake Taupō	132	-	132	171	2
11,257	Capital Investments - Chatham islands MYA <sup>42</sup>	-	-	-	-	
1,790	Heritage Collection - Annual	2,169	-	2,169	2,389	2
38,320	Fire Service Reform - Capital Injection MYA	28,569	-	28,569	28,569	1
103	Capital Investments - Official Residence	700	-	700	936	2
<b>53,708</b>	<b>Total non-Departmental capital expenditure</b>	<b>31,570</b>	<b>-</b>	<b>31,570</b>	<b>32,065</b>	
	<b>Multi-category expenses and capital expenditure appropriations (MCA)</b>					
	<b>Community Funding Schemes MCA</b>					
3,709	Community Development Scheme	4,448	-	4,448	5,220	1
223	Community Internship Programme	231	-	231	231	2
12,495	Community Organisation Grants Scheme	12,456	-	12,456	12,500	1
192	Digital Literacy and Connection	64	-	64	100	2
150	Disarmament Education Grants	200	-	200	200	2
1,081	Support for Volunteering	1,001	-	1,001	1,002	2
196	Youth Workers Training Scheme	196	-	196	200	2
1,233	Social Enterprise Development	1,850	-	1,850	1,850	2
<b>19,279</b>	<b>Total Community Funding Schemes MCA</b>	<b>20,446</b>	<b>-</b>	<b>20,446</b>	<b>21,303</b>	

<sup>42</sup> There has been no Appropriation, nor any expenditure incurred for 18/19, therefore, there is nothing to report.



Actual 2018 \$000		Expenditure before remeasurement 2019 \$000	Remeasurement 2019 \$000	Expenditure after remeasurement 2019 \$000	Appropriation voted* 2019 \$000	Location of end of year performance information**
19,279	<b>Total multi-category expenses and capital expenditure appropriations</b>	20,446	-	20,446	21,303	
	<b>Summary of non-Departmental appropriations</b>					
14,076	Non-Departmental output expenses	14,076	-	14,076	14,076	
48,176	Benefits or related expenses	52,248	-	52,248	54,800	
42,820	Non-Departmental other expenses	44,745	(759)	43,986	48,455	
19,279	Multi-category expenses and capital expenditure appropriations (MCA)	20,446	-	20,446	21,303	
<b>124,351</b>	<b>Total appropriations for non-Departmental expenses</b>	<b>131,515</b>	<b>(759)</b>	<b>130,756</b>	<b>138,634</b>	
53,708	Total appropriations for non-Departmental capital expenses	31,570	-	31,570	32,065	
<b>178,059</b>	<b>Total non-Departmental annual and permanent appropriations and multi-year appropriation</b>	<b>163,085</b>	<b>(759)</b>	<b>162,326</b>	<b>170,699</b>	

\* These are the appropriations from the Supplementary Estimates, adjusted for any transfers under section 26A of the PFA.

\*\* The numbers in this column represent where the end-of-year performance information has been reported for each appropriation administered by the Ministry, as detailed below:

1. The Department's annual report.
2. No reporting due to an exemption obtained under section 15D of the PFA.

# Statement of Departmental and non-Departmental expenditure and capital appropriations

for the year ended 30 June 2019

Actual 2018 \$000		Expenditure before remeasurement 2019 \$000	Remeasurement 2019 \$000	Expenditure after remeasurement 2019 \$000	Appropriation voted* 2018 \$000
	<b>Vote Internal Affairs</b>				
422,452	Total appropriations for Departmental expenses	453,851	(253)	453,598	473,890
87,276	Total appropriations for Departmental capital expenses	70,054	-	70,054	98,123
<b>542,728</b>	<b>Appropriation for Departmental expenditure</b>	<b>523,905</b>	<b>(253)</b>	<b>523,652</b>	<b>572,013</b>
124,351	Total appropriations for non-Departmental expenses	131,515	(759)	130,756	138,634
53,708	Total appropriations for non-Departmental capital expenses	31,570	-	31,570	32,065
<b>178,059</b>	<b>Appropriation for non-Departmental expenditure</b>	<b>163,085</b>	<b>(759)</b>	<b>162,326</b>	<b>170,699</b>
<b>687,787</b>	<b>Total annual and permanent appropriations and multi-year appropriation</b>	<b>686,990</b>	<b>(1,012)</b>	<b>685,978</b>	<b>742,712</b>

\* These are the appropriations from the Supplementary Estimates, adjusted for any transfers under section 26A of the PFA.

# Statement of Departmental and non-Departmental expenditure and capital appropriations (cont.)

for the year ended 30 June 2019  
Multi-year appropriations

Actual 2018 \$000		Actual 2019 \$000	Location of end of year performance information**
	<b>Appropriation for Departmental output expenditure:</b>		
	<b>Royal Commission into Historical Abuse in State Care and in the Care of Faith-based Institutions – Operating Expenses (3 January 2019 to 30 June 2023)</b>		
	- Original appropriation	56,066	1
	- Cumulative adjustments	-	
	- <b>Total adjusted approved appropriation</b>	<b>56,066</b>	
	- Cumulative actual expenditure at 1 July	-	
	- Current year actual expenditure	7,768	
	- <b>Cumulative actual expenditure at 30 June</b>	<b>7,768</b>	
	- <b>Appropriation remaining at 30 June</b>	<b>48,298</b>	
	<b>Appropriation for non-Departmental other expenditure:</b>		
	<b>Royal Commission into Historical Abuse in State Care and in the Care of Faith-based Institutions - Commissioners' Fees (3 January 2019 to 30 June 2023)</b>		
	- Original appropriation	6,123	1
	- Cumulative adjustments	-	
	- <b>Total adjusted approved appropriation</b>	<b>6,123</b>	
	- Cumulative actual expenditure at 1 July	-	
	- Current year actual expenditure	583	
	- <b>Cumulative actual expenditure at 30 June</b>	<b>583</b>	
	- <b>Appropriation remaining at 30 June</b>	<b>5,540</b>	
	<b>Royal Commission into Historical Abuse in State Care and in the Care of Faith-based Institutions - Counselling Costs (3 January 2019 to 30 June 2023)</b>		
	- Original appropriation	15,335	1
	- Cumulative adjustments	-	
	- <b>Total adjusted approved appropriation</b>	<b>15,335</b>	
	- Cumulative actual expenditure at 1 July	-	
	- Current year actual expenditure	-	
	- <b>Cumulative actual expenditure at 30 June</b>	<b>-</b>	
	- <b>Appropriation remaining at 30 June</b>	<b>15,335</b>	
	<b>Appropriation for non-Departmental capital expenditure:</b>		
	<b>Fire Service Reform – Capital Injection (20 September 2016 – 30 June 2021)</b>		
111,940	Original appropriation	111,940	1
	- Cumulative adjustments	-	
<b>111,940</b>	<b>Total adjusted approved appropriation</b>	<b>111,940</b>	
25,961	Cumulative actual expenditure at 1 July	64,281	
38,320	Current year actual expenditure	28,569	
<b>64,281</b>	<b>Cumulative actual expenditure at 30 June</b>	<b>92,850</b>	
<b>47,659</b>	<b>Appropriation remaining at 30 June</b>	<b>19,090</b>	

\*\* The numbers in this column represent where the end-of-year performance information has been reported for each appropriation administered by the Ministry, as detailed below:

1. The Department's annual report.
2. No reporting due to an exemption obtained under section 15D of the PFA.

## Reconciliation between total appropriations for Departmental expenses and the Departmental statement of comprehensive revenue and expense

Actual 2018 \$000		Actual 2019 \$000
422,471	Total expenses in Departmental statement of comprehensive revenue and expense	453,851
(19)	Remeasurements	(253)
<b>422,452</b>	<b>Total appropriations for Departmental expenses</b>	<b>453,598</b>

## Reconciliation between total appropriations for non-Departmental expenses and the schedule of non-Departmental expenditure

Actual 2018 \$000		Actual 2019 \$000
124,132	Total expenses in schedule of non-Departmental expenditure	131,515
219	Remeasurements	(759)
<b>124,351</b>	<b>Total appropriations for non-Departmental expenses</b>	<b>130,756</b>

## Statement of Departmental expenditure and capital expenditure incurred without, or in excess of, appropriation or other authority for the year ended 30 June 2019

There was no unappropriated expenditure for the year ended 30 June 2019. (2017/18: nil)

## Statement of non-Departmental expenditure and capital expenditure incurred without, or in excess of, appropriation or other authority

for the year ended 30 June 2019

There was no unappropriated expenditure for the year ended 30 June 2019. (2017/18: two)

## Statement of Departmental capital injections

for the year ended 30 June 2019

Actual 2018 \$000		Actual 2019 \$000	Approved appropriation
	<b>Vote Internal Affairs</b>		
41,256	Department of Internal Affairs – capital injection	35,639	35,639

## Statement of capital injections incurred without, or in excess of, appropriation or other authority

for the year ended 30 June 2019

The Department has not received any capital injections without, or in excess of, authority for the year ended 30 June 2019. (2017/18: nil)