



## ANALYSIS

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| 1. Title<br>2. Short title<br>Application | 3. Grant and appropriation out of<br>the Cook Islands Government<br>Account<br>Schedules |
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## 2012, No. 2

An Act to appropriate certain sums of money out of the Cook Islands Government Account to the services of the year ending on the thirtieth day of June 2013 and to appropriate the supplies granted in this period

(18 June 2012)

**MOST GRACIOUS SOVEREIGN:** We, Your Majesty's most dutiful and loyal subjects, the Parliament of the Cook Islands, towards making good the supply which we have cheerfully granted to Your Majesty in this year, have resolved to grant Your Majesty the sum specified in this Act and humbly ask Your Majesty to assent to the sum. And be it enacted by the Parliament of the Cook Islands in Session assembled, and by the authority of the same, as follows:

1. Short title – This Act may be cited as the Appropriation Act 2012.
2. Application – This Act applies to the year ending on the thirtieth day of June 2013 (“the year”).
3. Grant and appropriation out of the Cook Islands Government Account –
  - (1) The Minister responsible for Finance may authorize the incurrence of expenses or expenditure and may issue and apply out of the Cook Islands Government Account, towards making good the supplies granted to Her Majesty for the services of the year, any sums which in total do not exceed the sum of \$179,069,133.

Price \$3.00

(2) Subject to subsection (3) the sums authorised to be supplied are appropriated for the services set out in the votes specified in the Schedules to this Act.

(3) The votes identified in Schedule 4 to this Act as being funded through loans from financing partners or from grants by donor partners are further limited to the lesser of the votes specified in those Schedules and the loan proceeds or grants received for the purpose of financing the expense or expenditure in relation to those votes.

(4) Notwithstanding section 37 of the Ministry of Finance and Economic Management Act 1995-96, the appropriations made under this Act will lapse on 30 June 2013.

(5) Payments that may be charged against any appropriation made by this Act after 30 June 2013 are limited to –

- (i) self balancing journal entries to correct posting errors during the year ended 30 June 2013; or
- (ii) expenses incurred or payments due during the year ended 30 June 2013 for which a valid invoice was submitted before 30 June 2013, but for which a payment or payments to extinguish that liability in relation to that invoice had not been made by 30 June 2013.

(6) The appropriations made in the Appropriation Act 2011 and the Appropriation Amendment Act 2011-12 will lapse on 30 June 2012.

(7) Payments that may be charged after 30 June 2012 against any appropriation that lapses under the provisions of subsection (6) are limited to –

- (i) self balancing journal entries to correct posting errors during the year ended 30 June 2012; or
- (ii) expenses incurred or payments due during the year ended 30 June 2012 for which a valid invoice was submitted before 30 June 2012, but for which a payment or payments to extinguish the liability in relation to that invoice had not been made by 30 June 2012.

(8) Where in the period ended 30 June 2012, the Financial Secretary appointed under section 4 of the Ministry of Finance and Economic Management Act 1995-96 had directed that an unexpended appropriation from an Appropriation Act for a previous year be available for expenditure in the year ended 30 June 2012, those appropriations will also lapse on 30 June 2012.

(9) Payments that may be charged after 30 June 2012 against any appropriation that lapses under the provisions of subsection (8) are limited to –

- (i) self balancing journal entries to correct posting errors during the year ended 30 June 2012; or
- (ii) expenses incurred or payments due during the year ended 30 June 2012 for which a valid invoice was submitted before 30 June 2012, but for which a payment or payments to extinguish the liability in relation to that invoice had not been made by 30 June 2012.

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This Act is administered in the Ministry of Finance and Economic Management

**Appropriation**  
Schedule 1 (a)  
Ministry Appropriations

2012, No. 2

Ministry	Gross Operating		Trading		Net Operating		POBOCS	Capital		Total Gross		Total Net	
	Appropriation	Revenue	Revenue	Appropriation	Appropriation	Expenditure		Appropriation	Appropriation	Appropriation	Appropriation		
Agriculture	878,330	90,535		787,795	0	0	0	0	878,330	787,795			
Audit (PERCA)	1,023,422	178,700		844,722	0	0	0	0	1,023,422	844,722			
Crown Law	614,932	0		614,932	70,000	0	0	0	684,932	684,932			
Cultural Development	861,683	175,000		686,683	807,500	0	0	0	1,669,183	1,494,183			
Business Trade & Investment Board	679,002	0		679,002	0	0	0	0	679,002	679,002			
Education	9,957,271	0		9,957,271	2,890,062	0	0	110,000	12,957,333	12,957,333			
Environment	1,025,001	20,000		1,005,001	0	0	0	0	1,025,001	1,005,001			
Finance & Economic Management	3,070,111	453,500		2,616,611	15,900,867	0	0	0	18,970,978	18,517,478			
Financial Services Development Authority	433,415	0		433,415	0	0	0	0	433,415	433,415			
Foreign Affairs	1,628,985	8,000		1,620,985	868,032	0	0	150,000	2,647,017	2,639,017			
Head Of State	210,281	0		210,281	15,000	0	0	0	225,281	225,281			
Health	10,092,313	400,000		9,692,313	1,142,800	0	0	495,000	11,730,113	11,330,113			
Infrastructure and Planning	2,408,733	183,326		2,225,407	100,000	0	0	2,368,694	4,877,427	4,694,101			
Internal Affairs	1,146,955	6,000		1,140,955	13,952,800	0	0	0	15,099,755	15,093,755			
Justice	1,875,183	467,765		1,407,418	217,000	0	0	43,000	2,135,183	1,667,418			
Marine Resources	1,264,748	15,000		1,249,748	570,000	0	0	0	1,834,748	1,819,748			
Ombudsman	239,141	0		239,141	0	0	0	0	239,141	239,141			
Parliamentary Services	599,345	8,419		590,926	2,632,602	0	0	0	3,231,947	3,223,528			
Pearl Authority	482,026	0		482,026	0	0	0	0	482,026	482,026			
Police	3,588,856	69,360		3,519,496	230,000	0	0	10,000	3,828,856	3,759,496			
Prime Minister's Office	1,116,194	0		1,116,194	195,000	0	0	115,000	1,426,194	1,426,194			
Public Service Commission	419,057	0		419,057	1,138,279	0	0	180,000	1,737,336	1,737,336			
Tourism Corporation	4,179,446	0		4,179,446	2,000,000	0	0	0	6,179,446	6,179,446			
Transport	675,626	36,000		639,626	352,273	0	0	0	1,027,899	991,899			
CIIC	0	0		0	100,000	0	0	933,300	1,033,300	1,033,300			
<b>Total Ministries</b>	<b>48,470,056</b>	<b>2,111,605</b>		<b>46,358,451</b>	<b>43,182,215</b>			<b>4,404,994</b>	<b>96,057,265</b>	<b>93,945,660</b>			
Outer Islands (Refer Schedule 1 (b))	11,215,302	3,097,635		8,117,667	0	0	0	263,000	11,478,302	8,380,667			
<b>Ministerial Support</b>													
Prime Minister	375,250	0		375,250	0	0	0	0	375,250	375,250			
Deputy Prime Minister	310,000	0		310,000	0	0	0	0	310,000	310,000			
Minister Mark Brown	285,000	0		285,000	0	0	0	0	285,000	285,000			
Minister Teariki Heather	205,000	0		205,000	0	0	0	0	205,000	205,000			
Minister Nandi Glassie	205,000	0		205,000	0	0	0	0	205,000	205,000			
Minister Teina Bishop	205,000	0		205,000	0	0	0	0	205,000	205,000			
Leader Of Opposition	205,000	0		205,000	0	0	0	0	205,000	205,000			
Capital Distribution Fund - Administered by MFEM	21,420	0		21,420	0	0	0	220,000	241,420	241,420			
<b>Gross Total</b>	<b>61,497,028</b>	<b>5,209,240</b>		<b>56,287,788</b>	<b>43,182,215</b>			<b>4,887,994</b>	<b>109,567,237</b>	<b>104,357,997</b>			

Schedule 1 (b)  
Ministry Appropriations

Island	Gross			Net			Capital Expenditure	POBOCs	Total Gross Appropriation	Total Net Appropriation
	Operating Appropriation	Trading Revenue	Operating Appropriation	Operating Appropriation	Capital Expenditure	POBOCs				
Aitutaki	1,517,774	48,250	1,469,524	0	0	0	0	1,517,774	1,469,524	
Autitaki Power Supply	2,213,333	1,864,293	349,040	0	0	0	0	2,213,333	349,040	
Atiu	1,194,315	264,620	929,695	0	0	0	0	1,194,315	929,695	
Mangaia	1,556,569	387,522	1,169,047	0	0	0	0	1,556,569	1,169,047	
Manihiki	821,912	119,200	702,712	0	0	0	0	821,912	702,712	
Mauke	932,907	142,576	790,331	0	0	0	0	932,907	790,331	
Mitiaro	577,032	65,650	511,382	0	0	0	0	577,032	511,382	
Palmerston	348,773	22,100	326,673	0	0	0	0	348,773	326,673	
Penrhyn	592,672	75,500	517,172	0	0	0	0	592,672	517,172	
Pukapuka-Nassau	965,687	48,471	917,216	0	0	0	0	965,687	917,216	
Rakahanga	480,578	59,453	421,125	0	0	0	0	480,578	421,125	
Outer Island Capital Fund - Administered by MFEM	13,750	0	13,750	0	0	0	0	13,750	123,750	
Outer Island Capital Fund - Administered by MOIP	0	0	0	0	0	0	0	0	153,000	
<b>Gross Total</b>	<b>11,215,302</b>	<b>3,097,635</b>	<b>8,117,667</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>11,478,302</b>	<b>8,380,667</b>	

## Appropriation

2012, No. 2

## Schedule 2

## Benefits and Other Unrequited Expenses

Category of Benefit	Budget	Supplementary	Budget
	Estimate	Estimates	Estimate
	2011-12	2011-12	2012-13
Welfare Payments	12,495,360	12,495,360	13,095,800
Parliamentary Superannuation	220,000	220,000	180,000
<b>Total Benefits and Other Unrequited Expenses</b>	<b>12,715,360</b>	<b>12,715,360</b>	<b>13,275,800</b>

## Schedule 3

## Borrowing Expenses and Debt Repayment

	Budget	Supplementary	Budget
	Estimate	Estimates	Estimate
	2011-12	2011-12	2012-13
Gross Debt Servicing ( <i>see Schedule 9</i> )	3,844,914	3,790,000	4,409,642
<b>Total Borrowing Expenses and Debt Repayment</b>	<b>3,844,914</b>	<b>3,790,000</b>	<b>4,409,642</b>

Schedule 4  
Other Expenses

Category of Expense	Budget	Supplementary	Budget
	Estimate	Estimates	Estimate
	2011-12	2011-12	2012-13
Airport Authority	1,704,000	1,704,000	1,704,000
Airport Authority - Capital	343,997	343,997	343,997
Airport Authority - Outer Island Airport Upgrades Feasibility Study	0	0	206,000
Airport Authority - Upgrade Government VIP Lounge	0	0	330,000
Bank of the Cook Islands	181,000	181,000	181,000
Ports Authority - Infrastructure	0	0	200,000
Te Aponga Uira	350,000	350,000	350,000
Te Aponga Uira - Capital	800,000	800,000	800,000
Building Maintenance	1,300,000	1,300,000	1,800,000
Contingency Funds - Capital Expenditure	50,000	50,000	50,000
Contingency Funds - Operating	100,000	140,000	100,000
Crown Infrastructure Depreciation	2,469,000	2,469,000	3,478,150
Expenditure of ADB Loan	8,037,500	8,037,500	7,550,000
On-Lending to Ports Authority	6,296,048	6,296,048	0
Foreign Aid	43,985,390	44,931,637	47,498,150
ADB Share Capital	26,600	26,600	26,600
Transfer to Emergency Response Trust Fund	200,000	200,000	0
Transfer to Reserve Trust Fund	450,115	450,115	474,357
<b>Total Other Expenses</b>	<b>66,293,650</b>	<b>67,279,897</b>	<b>65,092,254</b>

## Summary

Category of Payment	Budget	Supplementary	Budget
	Estimate	Estimates	Estimate
	2011-12	2011-12	2012-13
Schedule 1 - Ministry Outputs (Gross), POBOCs and Capital Expenditure (Excluding Benefits and other Unrequited Expenses)	89,243,192	94,552,219	96,291,437
Schedule 2 - Benefits and Other Unrequited Expenses	12,715,360	12,715,360	13,275,800
Schedule 3 - Borrowing Expenses and Debt repayment	3,844,914	3,790,000	4,409,642
Schedule 4 - Other Expenses	66,293,650	67,279,897	65,092,254
<b>TOTAL APPROPRIATIONS</b>	<b>172,097,116</b>	<b>178,337,476</b>	<b>179,069,133</b>