



Minister for Energy

Energy Portfolio

Vote Business, Science and Innovation

Report in relation to selected non-departmental appropriations for the year ended 30 June 2026

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Foreword

Ministers are responsible for reporting the financial and non-financial performance of non-departmental appropriations to Parliament. This report provides information about the year-end performance results of non-departmental appropriations that have not been included in any other reports to Parliament. This report provides the 1 July 2025–30 June 2026 results of the relevant non-departmental appropriations for the Energy portfolio within Vote Business, Science and Innovation.

The relevant appropriations are:

Non-Departmental Other Expenses

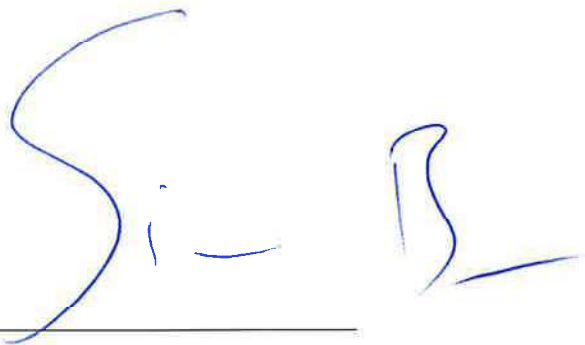
- Energy and Resources: National New-Energy Development Centre 2022-2026 (M28) (A17)
- Energy: Crown Loans - Impairment of Debt (M28) (A17)
- Energy: Establishing a Renewable Electricity System on Chatham Island (M28) (A17)
- Energy: Supporting Additional Fuel Supply 2026-2027 (M28) (A17)

Non-Departmental Output Expenses

- Energy: Implementation of Policies and Programmes for Fuel Security and Fuel Emergency Management 2024-2029 (M28) (A17)

Non-Departmental Capital Expenditure

- Energy: Crown Energy Efficiency - Capital Injection (M28) (A17)



Hon Simeon Brown
Minister for Energy

Statements of Performance

Non-Departmental Other Expenses

Energy and Resources: National New-Energy Development Centre 2022-2026 (M28) (A17)

Scope of Appropriation

This appropriation is limited to completing the establishment of, and operating Ara Ake, the National New-Energy Development Centre.

Intention Statement

This appropriation is intended to achieve the acceleration of the transition to a clean energy system, and low-emissions economy by reducing the time, cost and risk associated with the development and commercialisation of energy innovation.

Assessment of Performance

Non-Financial

Performance Measure	2024/25 Actual Result	2025/26 Total Standard	2025/26 Actual Result
Percentage of agreed key performance indicators that have been met on time	90%	90%	90%
Percentage of progress on agreed work programme milestones and financial performance reported within agreed timeframes	100%	100%	100%

Comment

Standards met for the 2025/26 financial year.

Financial

Expenses (\$000)	2024/25 Actual	2025/26 Estimates	2025/26 Supplementary Estimates	2025/26 Actual
Total Appropriation	6,150	7,000	7,857	5,300

Comment

This appropriation increased by \$0.857 million for 2025/26 due to an expense transfer from underspend in 2024/25. Crown funding for Ara Ake ceased on 30 June 2026.

Energy: Crown Loans - Impairment of Debt (M28) (A17)

Scope of Appropriation

This appropriation is limited to credit losses associated with crown loans provided under the Energy: - Crown Energy Efficiency appropriation.

Intention Statement

This appropriation is intended to achieve the recognition of credit losses associated with Crown loans.

Assessment of Performance

Non-Financial

Performance Measure	2024/25 Actual Result	2025/26 Total Standard	2025/26 Actual Result
Percentage paid off on all outstanding amounts owed on EECA loans	100%	100%	100%

Comment

Standard met for the 2025/26 financial year.

Financial

Expenses (\$000)	2024/25 Actual	2025/26 Estimates	2025/26 Supplementary Estimates	2025/26 Actual
Total Appropriation	-	100	100	-

Comment

Actual for 2025/26 is zero because there was no impairment accounting expense required on loans provided by EECA.

Energy: Establishing a Renewable Electricity System on Chatham Island (M28) (A17)

Scope of Appropriation

This appropriation is limited to grant funding for Chatham Island to establish a renewable electricity system.

Intention Statement

This appropriation is intended to achieve the establishment of a renewable electricity supply for the Chatham Island thereby reducing emissions and energy costs for the households and businesses on the island.

Assessment of Performance

Non-Financial

Performance Measure	2024/25 Actual Result	2025/26 Total Standard	2025/26 Actual Result
Average time difference between the actual completion of the project milestones compared to the contracted timeframes	37.5 days	<30 days	189 days

Comment

There was only one milestone for this project remaining in the 2025/2026 year, which was the completion of the Final Report. This report was due 31 July 2025 according to contracted milestones and was received on 4 February 2026.

The wind turbines and Grid Balancing Plant began operating by the end of September 2025, however ongoing testing was completed to ensure the continued reliability of the system, which delayed the publication of the final report.

Financial

Expenses (\$000)	2024/25 Actual	2025/26 Estimates	2025/26 Supplementary Estimates	2025/26 Actual
Total Appropriation	4,450	25	169	169

Comment

This appropriation increased by \$0.144 million for 2025/26 due to an expense transfer.

Energy: Supporting Additional Fuel Supply 2026-2027 (M28) (A17)

Scope of Appropriation

This appropriation is limited to meeting operating costs (including any costs associated with management of risks arising from these transactions) and associated fiscal impacts arising from commercial fuel-security arrangements that support fuel supply resilience and security in New Zealand.

Intention Statement

This appropriation is intended to achieve support for the management of fuel supply risks in New Zealand by enabling additional fuel stockholdings, thereby strengthening resilience to supply chain disruptions.

Assessment of Performance

Non-Financial

Performance Measure	2024/25 Actual Result	2025/26 Total Standard	2025/26 Actual Result
The timely delivery of contracted volume of fuel to the prescribed quality standard	New measure	Achieved	Achieved

Comment

The Government's temporary diesel reserve was delivered to the contracted storage at Marsden point in July 2026, as per the contract requirements. It has met the required fuel quality specifications.

Financial

Expenses (\$000)	2024/25 Actual	2025/26 Estimates	2025/26 Supplementary Estimates	2025/26 Actual
Total Appropriation	-	-	80,000	51,554

Comment

This appropriation increased by \$80 million for 2025/26 due to additional funding as approved by Cabinet decision. \$0.750 million had been paid under the contract by the end of FY2025/26, while the \$50.804 million was recorded as a provision rather than an actual payment.

Non-Departmental Output Expenses

Energy: Implementation of Policies and Programmes for Fuel Security and Fuel Emergency Management 2024-2029 (M28) (A17)

Scope of Appropriation

This appropriation is limited to procurement and management of oil tickets for compliance with the International Energy Agency treaty obligations, and implementation of policies and programmes for promoting fuel security and facilitating fuel emergency management.

Intention Statement

This appropriation is intended to achieve effective management of fuel supply risks by implementing fuel security policies and programmes, with the main focus on ensuring that New Zealand's reserve oil and fuel stockholding level meets the minimum level of compliance with International Energy Agency treaty obligations.

Assessment of Performance

Non-Financial

Performance Measure	2024/25 Actual Result	2025/26 Total Standard	2025/26 Actual Result
Oil stock reserve (in days) maintained in New Zealand to meet International Energy Agency obligations	91.6 days	90 days	90.9 days

Comment

Stockholding requirements have met or exceeded 90 days of net oil imports as required under the International Energy Agency treaty for 2025/26. Oil stocks for June 2026 are lower than expected as New Zealand released some of its stock tickets in mid-June in response to the 11 March International Energy Agency collective action. However, our annual average stayed above 90 days.

Financial

Expenses (\$000)	2024/25 Actual	2025/26 Estimates	2025/26 Supplementary Estimates	2025/26 Actual
Total Appropriation	33,165	43,050	55,070	25,696

Comment

This appropriation increased by \$12.020 million for 2025/26 due to a technical adjustment to transfer underspend from 2024/25.

Non-Departmental Capital Expenditure

Energy: Crown Energy Efficiency - Capital Injection (M28) (A17)

Scope of Appropriation

This appropriation is limited to capital injections to Crown entities to assist public sector agencies in implementing energy efficiency and carbon emission reducing projects.

Intention Statement

This appropriation is intended to achieve greater energy efficiency and emission reductions by providing funding assistance to Crown entity projects approved under the State Sector Decarbonisation Fund.

Assessment of Performance

Non-Financial

Performance Measure	2024/25 Actual Result	2025/26 Total Standard	2025/26 Actual Result
Amount of funding to assist Crown entities provided in accordance with the investment principles of the State Sector Decarbonisation Fund.	100%	100%	100%

Comment

Standard met for the 2025/26 financial year.

Financial

Expenses (\$000)	2024/25 Actual	2025/26 Estimates	2025/26 Supplementary Estimates	2025/26 Actual
Total Appropriation	7,368	-	4,405	4,205

Comment

This appropriation increased by \$4,405 million following a capital expense transfer from 2024/25 to align funding with milestone payments for existing contracts under the State Sector Decarbonisation Fund. It also increased by \$0.597 million through reprioritisation of funding to cover a shortfall due to an administrative error. The underspend of \$0.200 million has been returned to the Crown.