

Vote Customs

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Customs (M21)

ADMINISTERING DEPARTMENT: New Zealand Customs Service

MINISTER RESPONSIBLE FOR NEW ZEALAND CUSTOMS SERVICE: Minister of Customs

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
Departmental Output Expenses			
Clearance of Import, Export and Excise Transactions (M21) The provision of services relating to validation, checking, inspection, clearance and audit of import and export consignments and excise returns.	46,221	(2,691)	43,530
Clearance of International Passengers, Crew and Craft (M21) The clearance of international passengers, crew and craft arriving in and departing from New Zealand.	38,711	1,225	39,936
Intelligence and Risk Assessment Services (M21) The provision of intelligence and risk assessments that inform intervention strategies, including alerts for goods, people and craft.	4,769	(612)	4,157
Investigation of Offences (M21) The proactive and reactive investigation of serious transnational crime, transnational crime and other border and revenue offences.	9,425	(63)	9,362
National Maritime Co-ordination Centre (M21) Co-ordination services for civilian purposes that support the effective and efficient use of New Zealand's 'whole-of-government' maritime patrol and surveillance assets.	430	22	452
Policy Advice (M21) The provision of policy advice and related services relating to border security, border management and Customs revenue.	7,229	1,865	9,094
Prosecutions and Civil Proceedings (M21) The prosecution of offences and civil proceedings relating to the hearing of applications for the release of seized goods.	891	18	909
Revenue Collection, Accounting and Debt Management (M21) The provision of services relating to receipt and processing of revenues owing from import tariffs, goods and services tax and excise-equivalent duties on imported goods and excise duty on domestically manufactured fuel, tobacco and alcohol products.	3,012	137	3,149
Surveillance, Search and Containment (M21) The targeted surveillance, search and containment of risk craft, persons or goods.	6,386	201	6,587
Technical Advisory Services (M21) The provision of Customs rulings on tariff and excise classifications, concession interpretations, origin qualification and general advice to business.	2,035	(282)	1,753
Total Departmental Output Expenses	119,109	(180)	118,929
Other Expenses to be Incurred by the Crown			
Change in Doubtful Debt Provision (M21) Provisioning of Doubtful Debts on Customs Crown Revenue.	500	-	500
World Customs Organisation (M21) New Zealand's contribution to the operating budget of the WCO.	52	-	52
Total Other Expenses to be Incurred by the Crown	552	-	552

	2007/08		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Capital Expenditure to be Incurred by the Department			
New Zealand Customs Service - Capital Expenditure PLA (M21)	-	6,400	6,400
This appropriation is limited to the purchase or development of assets by and for the use of the New Zealand Customs Service, as authorised by section 24(1) of the Public Finance Act 1989			
Total Capital Expenditure to be Incurred by the Department	-	6,400	6,400
Total Annual and Permanent Appropriations	119,661	6,220	125,881

Details of Projected Movements in Departmental Net Assets

New Zealand Customs Service

Details of Net Asset Schedule	2007/08 Estimates Projections \$000	2007/08 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2007/08
Opening Balance	38,416	38,402	Supplementary Estimates opening balance reflects the audited results as at 30 June 2007.
Capital Injections	4,800	1,200	The \$1.200 million is a capital contribution towards new passenger processing facilities at Auckland International Airport. A transfer of \$3.600 million was made from 2007/08 to 2009/10 to match the forecast timing of the capital expenditure for the Wellington Customhouse relocation project.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	1,150	-	
Closing Balance	44,366	39,602	

Information Supporting the Supplementary Estimates

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Part 1 - Summary of the Vote

Part 1.3 - Trends in the Vote

Summary of Financial Activity

	2007/08				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	119,109	(180)	-	(180)	118,929
Benefits and Other Unrequited Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	552	-	-	-	552
Capital Expenditure	-	6,400	-	6,400	6,400
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	119,661	6,220	-	6,220	125,881
Crown Revenue and Receipts					
Tax Revenue	8,876,000	N/A	N/A	307,000	9,183,000
Non-Tax Revenue	80	N/A	N/A	-	80
Capital Receipts	-	N/A	N/A	-	-
Total Crown Revenue and Receipts	8,876,080	N/A	N/A	307,000	9,183,080

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

Clearance of Import, Export and Excise Transactions (M21)

Scope of Appropriation

The provision of services relating to validation, checking, inspection, clearance and audit of import and export consignments and excise returns.

Reasons for Change in Appropriation

This appropriation will decrease by \$2.691 million for 2007/08. This decrease mainly recognises latest costing information and prioritised resource allocations with the New Zealand Customs to enable the Service to meet performance standards across all its areas of responsibility.

Clearance of International Passengers, Crew and Craft (M21)

Scope of Appropriation

The clearance of international passengers, crew and craft arriving in and departing from New Zealand.

Reasons for Change in Appropriation

This appropriation will increase by \$1.225 million for 2007/08. This increase mainly recognises latest costing information and prioritised resource allocations within the New Zealand Customs to enable the Service to continue to meet passage facilitation and related standards.

Intelligence and Risk Assessment Services (M21)

Scope of Appropriation

The provision of intelligence and risk assessments that inform intervention strategies, including alerts for goods, people and craft.

Reasons for Change in Appropriation

This appropriation will decrease by \$612,000 for 2007/08. This decrease mainly recognises latest costing information and prioritised resource allocation decisions to enable performance standards in respect of intelligence and risk assessments to be met.

Policy Advice (M21)*Scope of Appropriation*

The provision of policy advice and related services relating to border security, border management and Customs revenue.

Reasons for Change in Appropriation

This appropriation will increase by \$1.865 million for 2007/08. This increase recognises latest costing information and resource allocation decisions in particular around trade and development related activities and systems development and scoping work.

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

New Zealand Customs Service - Capital Expenditure PLA (M21)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the New Zealand Customs Service, as authorised by section 24(1) of the Public Finance Act 1989

Capital Expenditure

	2007/08		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	-	4,100	4,100
Intangibles	-	2,300	2,300
Other	-	-	-
Total Appropriation	-	6,400	6,400

Reasons for Change in Appropriation

This appropriation was formerly disclosed in the New Zealand Customs Service Statement of Intent as forecast departmental capital expenditure. This decrease of \$2.700 million mainly recognises the timing of the capital expenditure programme with some approved and planned capital projects being completed in or deferred to 2008/09.