

Vote Transport

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Transport (M72)

ADMINISTERING DEPARTMENT: Ministry of Transport

MINISTER RESPONSIBLE FOR MINISTRY OF TRANSPORT: Minister of Transport

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			
Airport Operation and Administration (M72) Operation of Milford Sound/Piopirotahi aerodrome to provide a safe and efficient airport operation that contributes to the achievement of NZTS objectives.	200	-	200
Motor Vehicle Registry and Revenue Management (M72) Management of the Motor Vehicle Registry and Revenue Management business to maximise the collection of Crown revenue that is properly due and take a proactive approach to debt management.	65,660	2,800	68,460
Next Steps Review Implementation (M72) To fund the implementation of the Next Steps in the Transport Sector Review.	-	2,400	2,400
Policy Advice (M72) Purchase of strategic, objective and evidence based policy advice relating to all modes of transport to progress the achievement of NZTS objectives.	31,025	2,264	33,289
Sector Leadership and Support (M72) Co-ordinating planning across the government transport sector to align government transport agency work programmes with the objectives of the NZTS.	2,750	(1,050)	1,700
Total Departmental Output Expenses	99,635	6,414	106,049
Non-Departmental Output Expenses			
Auckland Land Transport (M72) Contribution to meet the costs of the Auckland region's land transport strategy.	50,000	-	50,000
Bay of Plenty Transport (M72) Contribution to address congestion and improve access and safety through investment in strategic roading, passenger transport, transport demand management and walking and cycling.	10,000	-	10,000
Civil Aviation Policy Advice (M72) Provision of policy advice on civil aviation safety, development of safety standards, promotion and auditing of aviation security, review of legislation, and administration of New Zealand's participation in ICAO and other safety related agreements.	1,761	-	1,761
Implementation of Regional Fuel Tax (M72) This appropriation is limited to the development of systems associated with Land Transport New Zealand's regional fuel tax functions.	-	300	300
Licensing Activities (M72) Purchase of land transport licensing services, including driver licensing, not met by user fees.	3,055	-	3,055
Maintenance of Local Roads PLA (M72) Purchase of the maintenance of local roads.	182,226	-	182,226

	2007/08		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Maintenance of State Highways PLA (M72) Purchase of the maintenance of State highways as specified in the NLTP, including the expensed rehabilitation and construction of State highways with local authorities.	209,406	-	209,406
Management of Funding Allocation System PLA (M72) This appropriation is limited to the purchase of the management of the NLTP funding allocation system, including preparation of the NLTP. This expense is incurred pursuant to section 9 of the Land Transport Management Act 2003.	70,476	5,587	76,063
Maritime Safety Regulation and Monitoring (M72) Provision of policy advice on maritime safety, development of safety standards, promotion and auditing of maritime safety, and the review of legislation.	5,189	-	5,189
Maritime Security (M72) Provision of standby screening and searching services at ports.	145	-	145
New and Improved Infrastructure for Local Roads PLA (M72) Purchase of improved and new local roads as specified in the NLTP.	323,596	-	323,596
Passenger Transport Services PLA (M72) This appropriation is limited to the purchase of non-commercial road, rail and ferry passenger services. This expense is incurred pursuant to section 9 of the Land Transport Management Act 2003.	248,289	(6,600)	241,689
Promotion, Information and Education PLA (M72) Promotion of land transport safety, including publications and educational resource materials, and the promotion of land transport safety by the use of advertising and publicity.	33,883	(2,391)	31,492
Rail and Sea Freight PLA (M72) Purchase of rail and sea freight solutions, including infrastructure as specified in the NLTP.	2,000	-	2,000
Regional Land Transport PLA (M72) Regional allocation of a dedicated increase in FED and light vehicle RUC (see Note 1).	210,000	-	210,000
Regulatory Enforcement PLA (M72) This appropriation is limited to the purchase of land transport regulatory implementation services and specialist land transport enforcement for services not met by user fees. Expenses are incurred pursuant to Section 9 of Land Transport Management Act 2003.	-	2,653	2,653
Regulatory Implementation and Enforcement (M72) Purchase of land transport regulatory implementation services and specialist land transport enforcement for services not met by user fees.	548	-	548
Regulatory Implementation and Enforcement PLA (M72) Purchase of land transport regulatory implementation services and specialist land transport enforcement for services not met by user fees.	2,653	(2,653)	-
Reporting on Accident or Incident Investigations (M72) Investigation and reporting on aviation, rail and marine accidents and incidents in New Zealand and the waters over which it has jurisdiction.	2,723	-	2,723
Research and Performance Monitoring PLA (M72) This appropriation is limited to the purchase of specialist research on land transport, and monitoring of service delivery by approved organisations. This expense is incurred pursuant to section 9 of the Land Transport Management Act 2003.	4,371	3,404	7,775

Titles and Scopes of Appropriations by Appropriation Type	2007/08		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Non-Departmental Output Expenses – cont'd			
Search and Rescue Class III (M72) Purchase of a search and rescue coordination service, including follow-up inquiries and reporting, associated with Class III searches and rescues undertaken.	3,274	-	3,274
Transport Demand Management, and Walking and Cycling PLA (M72) Purchase of transport demand management, and improved access for walking and cycling.	27,524	-	27,524
Waikato Land Transport (M72) Contribution to meet the costs of the Waikato region's land transport strategy. Reason for change: increase as per funding agreed by Cabinet.	14,000	-	14,000
Waikato Rail Funding (M72) Contribution to increase the investment in the Waikato rail network.	3,000	-	3,000
Weather Forecasts and Warnings (M72) Purchase of severe-weather warnings and a level of weather forecast services for land, coastal waters and oceanic areas for which New Zealand has international responsibility.	17,097	-	17,097
Wellington Land Transport (M72) Contribution to meet the costs of the Wellington region's land transport strategy.	40,000	-	40,000
Wellington Land Transport (Western Corridor) (M72) A Crown contribution for state highway construction to advance a long-term solution to address access reliability for State Highway 1 between Wellington and Kapiti	20,000	-	20,000
Total Non-Departmental Output Expenses	1,485,216	300	1,485,516
Other Expenses to be Incurred by the Crown			
International Memberships (M72) Membership subscription to: International Civil Aviation Organisation, International Maritime Organisation, and World Meteorological Organisation.	743	-	743
Motor Vehicle Registration/Licenses and Road User Charges Bad Debt Provision (M72) This appropriation is limited to provision for bad debts that arise from non payment of motor vehicle registrations and road user charges	-	5,600	5,600
New Zealand Railways Corporation- Public Policy Projects (M72) Expenditure is for public policy rail initiatives.	3,270	-	3,270
Railway Safety (M72) To undertake public safety works.	-	500	500
Total Other Expenses to be Incurred by the Crown	4,013	6,100	10,113
Capital Expenditure to be Incurred by the Department			
Ministry of Transport - Capital Expenditure PLA (M72) This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Transport, as authorised by section 24(1) of the Public Finance Act 1989	-	4,300	4,300
Total Capital Expenditure to be Incurred by the Department	-	4,300	4,300
Capital Expenditure to be Incurred by the Crown			

	2007/08		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
ALPURT B2 (M72) Contribution to support the construction of the Albany to Puhoi Northern Motorway Extension (ALPURT B2).	93,000	27,248	120,248
Land Transport New Zealand (M72) This appropriation is limited to a capital injection for the development of a system to administer regional fuel tax schemes	-	200	200
Maritime New Zealand (M72) Capital injection to fund the capital component of an information technology upgrade and the asset management costs of Maritime New Zealand.	2,000	-	2,000
Maritime NZ (M72) This appropriation is limited to restoring working capital after several high cost events and making physical changes to the Rescue Coordination Centre layout and the update and purchase of IT equipment.	-	1,236	1,236
New and Improved Infrastructure for State Highways (M72) To ensure the Purchase of State Highway improvements as specified in the NLTP.	240,000	-	240,000
New and Improved Infrastructure for State Highways PLA (M72) To ensure the Purchase of State Highway improvements as specified in the NLTP.	230,729	(230,729)	-
New and Improved Infrastructure for State Highways PLA (M72) To ensure the Purchase of State Highway improvements as specified in the NLTP. These expenses are incurred pursuant to Section 9 of the Land Transport Management Act 2003.	-	256,872	256,872
New Zealand Railway Corporation (M72) Capital injection for New Zealand Railways Corporation to undertake public safety works.	500	(500)	-
Realignment of Buckle Street (M72) A government contribution towards the cost of realigning Buckle Street, which currently separates the National War Memorial from the area of the planned National Memorial Park, northwards.	8,000	(5,333)	2,667
State Highway Construction Programme Guarantee (M72) To ensure that the State Highway Construction Programme can be delivered in the event that the input cost escalation is higher than provided for in the 2006/07 National Land Transport Programme.	85,000	(19,500)	65,500
Tauranga Harbour Link Project (M72) Capital injection to part fund the construction of a harbour bridge in Tauranga (Harbour Link).	50,000	-	50,000
Transport Accident Investigation Commission (M72) This appropriation is limited to the increase of working capital and purchase of fixed assets.	-	100	100
Total Capital Expenditure to be Incurred by the Crown	709,229	29,594	738,823
Total Annual and Permanent Appropriations	2,298,093	46,708	2,344,801

Details of Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriation	\$000
Departmental Output Expenses		
Distress Radio Beacons National Education Campaign (M72) Funding for a national education campaign informing owners and users of distress radio beacons of the need to upgrade transmission frequency before 1 February 2009. Commences: 1 July 2005 Expires: 30 June 2009	Original Appropriation	888
	Adjustments to 2006/07	-
	Adjustments for 2007/08	-
	Adjusted Appropriation	888
	Actual to 2006/07 Year End	453
	Estimated Actual for 2007/08	192
	Estimated Actual for 2008/09	243
	Estimated Appropriation Remaining	-
Capital Expenditure to be Incurred by the Crown		
Crown Contribution to Joint Venture Airports (M72) To provide capital for enhancements to airport terminals and runways and to cover the Crown's share of operating losses for the year ended June 2005 and an estimate of the losses for the year ended June 2006. Commences: 1 July 2005 Expires: 30 June 2010	Original Appropriation	3,598
	Adjustments to 2006/07	-
	Adjustments for 2007/08	850
	Adjusted Appropriation	4,448
	Actual to 2006/07 Year End	2,061
	Estimated Actual for 2007/08	1,863
	Estimated Actual for 2008/09	35
	Estimated Appropriation Remaining	489
New and Improved Infrastructure for State Highways (M72) To ensure the Purchase of State Highway improvements as specified in the NLTP. Commences: 1 July 2006 Expires: 30 June 2011	Original Appropriation	862,000
	Adjustments to 2006/07	425,000
	Adjustments for 2007/08	(793,000)
	Adjusted Appropriation	494,000
	Actual to 2006/07 Year End	259,240
	Estimated Actual for 2007/08	234,760
	Estimated Actual for 2008/09	-
	Estimated Appropriation Remaining	-

Details of Projected Movements in Departmental Net Assets

Ministry of Transport

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	10,213	10,245	Supplementary Estimates opening balance reflects the audited results as at 30 June 2007, subject to the late audit adjustment in 2006/07 shown below in Other Movements.
Capital Injections	1,300	1,300	To enhance the Motor Vehicle Register to protect personal information.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	(32)	Late audit adjustment for a credit note issued by the Ministry in 2007/08 relating to 2006/07.
Closing Balance	11,513	11,513	

Information Supporting the Supplementary Estimates

Vote Transport

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ADMINISTERING DEPARTMENT: Ministry of Transport

MINISTER RESPONSIBLE FOR MINISTRY OF TRANSPORT: Minister of Transport

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	1,585,036	6,421	300	6,721	1,591,757
Benefits and Other Unrequited Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	4,013	-	6,100	6,100	10,113
Capital Expenditure	940,929	4,300	34,517	38,817	979,746
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	2,529,978	10,721	40,917	51,638	2,581,616
Crown Revenue and Receipts					
Tax Revenue	1,056,832	N/A	N/A	1,732	1,058,564
Non-Tax Revenue	10,510	N/A	N/A	-	10,510
Capital Receipts	-	N/A	N/A	4,301	4,301
Total Crown Revenue and Receipts	1,067,342	N/A	N/A	6,033	1,073,375

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - The efficiency of the transport system is continuing to improve.	Next Steps Review Implementation
Outcome - The effectiveness of the transport system is being maintained or improved.	Next Steps Review Implementation

Only the impacts and outcomes of appropriations new this year have been disclosed above.

Motor Vehicle Registry and Revenue Management (M72)

Scope of Appropriation

Management of the Motor Vehicle Registry and Revenue Management business to maximise the collection of Crown revenue that is properly due and take a proactive approach to debt management.

Reasons for Change in Appropriation

This appropriation will increase by \$2.800 million to \$68.460 million for 2007/08. This reflects a review of the costs associated with the Motor Vehicle Registry Centre, and a one off cost of \$1.400 million to update the post codes in the registry in line with the new NZ Post standards, to preserve the discounts currently obtained for using correct post codes.

Next Steps Review Implementation (M72)

Scope of Appropriation

To fund the implementation of the Next Steps in the Transport Sector Review.

Expenses and Revenue

	2007/08		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	2,400	2,400
Revenue from the Crown	-	2,100	2,100
Revenue from Others	-	300	300

Reasons for Change in Appropriation

This appropriation was created in 2007/08 to fund the costs associated with the implementation of the Next Steps in the Transport Sector Review.

Output Performance Measures and Standards

Performance Measures	2007/08		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
To implement the Next Steps in the Transport Sector Review	-	100%	100%

Policy Advice (M72)*Scope of Appropriation*

Purchase of strategic, objective and evidence based policy advice relating to all modes of transport to progress the achievement of NZTS objectives.

Reasons for Change in Appropriation

This appropriation will increase by \$2.264 million to \$33.289 million for 2007/08. This mainly reflects:

- a transfer of \$1.993 million from 2006/07 to allow some ongoing projects to be completed
- a transfer of \$253,000 to other departmental output classes to reflect the cost of services delivered
- a transfer of \$200,000 from the Ministry of Economic Development to fund work on bio fuels
- a transfer of \$100,000 to fund Environment NZ work on energy efficiency and conservation, and
- a contribution of \$200,000 from third parties to search and rescue activities.

Sector Leadership and Support (M72)*Scope of Appropriation*

Co-ordinating planning across the government transport sector to align government transport agency work programmes with the objectives of the NZTS.

Reasons for Change in Appropriation

This appropriation will decrease by \$1.050 million to \$1.700 million for 2007/08. This reflects transfers between other departmental output classes to reflect the cost of services delivered.

Part 2.2 - Non-Departmental Output Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - The efficiency of the transport system is continuing to improve.	Implementation of Regional Fuel Tax
Outcome - The effectiveness of the transport system is being maintained or improved.	Implementation of Regional Fuel Tax

Implementation of Regional Fuel Tax (M72)

Scope of Appropriation

This appropriation is limited to the development of systems associated with Land Transport New Zealand's regional fuel tax functions.

Expenses

	2007/08		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	300	300

Reasons for Change in Appropriation

This appropriation was created in 2007/08 for one year only.

Output Performance Measures and Standards

	2007/08		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Performance Measures			
Development of a system to deal with the new regional fuel taxes including refunds by the date the taxes are introduced	-	100%	100%

Management of Funding Allocation System PLA (M72)

Scope of Appropriation

This appropriation is limited to the purchase of the management of the NLTP funding allocation system, including preparation of the NLTP. This expense is incurred pursuant to section 9 of the Land Transport Management Act 2003.

Reasons for Change in Appropriation

\$5.587 million was transferred to this appropriation for 2007/08 only in a fiscally neutral transfer between appropriations to reflect costs more closely.

Passenger Transport Services PLA (M72)

Scope of Appropriation

This appropriation is limited to the purchase of non-commercial road, rail and ferry passenger services. This expense is incurred pursuant to section 9 of the Land Transport Management Act 2003.

Reasons for Change in Appropriation

\$6.600 million was transferred from this appropriation for 2007/08 only in a fiscally neutral transfer between appropriations to reflect costs more closely.

Promotion, Information and Education PLA (M72)

Scope of Appropriation

Promotion of land transport safety, including publications and educational resource materials, and the promotion of land transport safety by the use of advertising and publicity.

Reasons for Change in Appropriation

\$2.391 million was transferred from this appropriation for 2007/08 only in a fiscally neutral transfer between appropriations to reflect costs more closely.

Regulatory Enforcement PLA (M72)

Scope of Appropriation

This appropriation is limited to the purchase of land transport regulatory implementation services and specialist land transport enforcement for services not met by user fees. Expenses are incurred pursuant to Section 9 of Land Transport Management Act 2003.

Expenses

	2007/08		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	-	2,653	2,653

Reasons for Change in Appropriation

Following a technical adjustment, this appropriation replaced the Regulatory Implementation and Enforcement PLA which was disestablished.

Output Performance Measures and Standards

Performance Measures	2007/08		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Delivery of an agreed Rules development programme that will meet the quality and timeliness requirements in the agreement for Rules development	-	1	1
Delivery of an agreed audit programme	-	1	1

Research and Performance Monitoring PLA (M72)

Scope of Appropriation

This appropriation is limited to the purchase of specialist research on land transport, and monitoring of service delivery by approved organisations. This expense is incurred pursuant to section 9 of the Land Transport Management Act 2003.

Reasons for Change in Appropriation

\$3.404 million was transferred to this appropriation for 2007/08 only in a fiscally neutral transfer between appropriations to reflect costs more closely.

Summary of Service Providers

Provider	2007/08			Reporting Mechanism	Expiry of Resourcing Commitment
	Estimates \$000	Supplementary Estimates \$000	Total \$000		
Land Transport New Zealand	-	300	300	Land Transport New Zealand's annual report	-

The above table summarises funding to be allocated through Vote Transport to non-departmental providers, along with an indication of the mechanism to be used for reporting actual performance and (where determined) the length of the funding commitment.

Part 5 - Details and Expected Results for Other Expenses

Part 5.2 - Non-Departmental Other Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - New Zealand's transport system in increasingly safe and secure	Railway Safety
Outcome - Negative impacts of transport are reducing in terms of fatalities, injuries and harm to health.	Railway Safety
Outcome - Negative impacts of transport are reducing in terms of the human and natural environments	Railway Safety
Outcome - Transport users increasingly understand and meet the costs they create	MVR & RUC Bad debt provision

Motor Vehicle Registration/Licenses and Road User Charges Bad Debt Provision (M72)

Scope of Appropriation

This appropriation is limited to provision for bad debts that arise from non payment of motor vehicle registrations and road user charges

Expenses

	2007/08		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	5,600	5,600

Reasons for Change in Appropriation

This appropriation was created during the 2007/08 year as a technical adjustment to reflect the bad debt expenses that were being incurred.

Railway Safety (M72)

Scope of Appropriation

To undertake public safety works.

Expenses

	2007/08		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	500	500

Reasons for Change in Appropriation

This appropriation was created during the 2007/08 year. It replaced a Capital appropriation entitled New Zealand Railway Corporation which was disestablished at the same time.

Reporting Mechanisms

Appropriation	Reporting Mechanism
Railway Safety	Ontrack's annual report
MVR & RUC Bad debt provision	Land Transport New Zealand's annual report

The above table indicates the mechanisms to be used for reporting actual performance for each non-departmental other expenses appropriation.

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - The efficiency of the transport system is continuing to improve.	Transport - Capital Expenditure
Outcome - The effectiveness of the transport system is being maintained or improved.	Transport - Capital Expenditure

Ministry of Transport - Capital Expenditure PLA (M72)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Transport, 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	-	500	500
Intangibles	-	3,800	3,800
Other	-	-	-
Total Appropriation	-	4,300	4,300

Reasons for Change in Appropriation

This appropriation was formerly disclosed in the Ministry of Transport's Statement of Intent as forecast departmental capital expenditure.

Part 6.2 - Non-Departmental Capital Expenditure

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - The efficiency of the transport system is continuing to improve.	Land Transport New Zealand
Outcome - The effectiveness of the transport system is being maintained or improved.	Land Transport New Zealand
Outcome - Growth and development are increasingly integrated with transport.	Land Transport New Zealand
Outcome - Transport users increasingly understand and meet the costs they create.	Land Transport New Zealand

ALPURT B2 (M72)

Scope of Appropriation

Contribution to support the construction of the Albany to Puhoi Northern Motorway Extension (ALPURT B2).

Reasons for Change in Appropriation

\$27.248 million was transferred from 2006/07 to 2007/08 to reflect the timing of expenditure and increase the 2007/08 funding to \$120.248 million.

Crown Contribution to Joint Venture Airports (M72)

Scope of Appropriation and Expenses

Title, Scope and Period of Appropriations	Appropriation	\$000
Crown Contribution to Joint Venture Airports (M72) To provide capital for enhancements to airport terminals and runways and to cover the Crown's share of operating losses for the year ended June 2005 and an estimate of the losses for the year ended June 2006. Commences: 1 July 2005 Expires: 30 June 2010	Original Appropriation	3,598
	Adjustments to 2006/07	-
	Adjustments for 2007/08	850
	Adjusted Appropriation	4,448
	Actual to 2006/07 Year End	2,061
	Estimated Actual for 2007/08	1,863
	Estimated Actual for 2008/09	35
	Estimated Appropriation Remaining	489

Reasons for Change in Appropriation

A bid for additional funding of \$850,000 was made in 2007/08 to increase the funding for 2007/08 to \$1.863 million and provide for work at Whangarei and Wanganui airports.

Land Transport New Zealand (M72)

Scope of Appropriation

This appropriation is limited to a capital injection for the development of a system to administer regional fuel tax schemes

Capital Expenditure

	2007/08		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	200	200

Reasons for Change in Appropriation

The appropriation was amended during 2007/08. It provides additional funding to assist Land Transport New Zealand with the cost of developing the regional fuel tax system.

Expected Results

	2007/08		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Development of a system by the time the tax is implemented	-	100%	100%

Maritime NZ (M72)

Scope of Appropriation

This appropriation is limited to restoring working capital after several high cost events and making physical changes to the Rescue Coordination Centre layout and the update and purchase of IT equipment.

Capital Expenditure

	2007/08		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	1,236	1,236

Reasons for Change in Appropriation

A successful bid was made in 2007/08 for funding in 2007/08 to restore working capital levels.

New and Improved Infrastructure for State Highways (M72)

Scope of Appropriation and Expenses

Title, Scope and Period of Appropriations	Appropriation	\$000
New and Improved Infrastructure for State Highways (M72) To ensure the Purchase of State Highway improvements as specified in the NLTP. Commences: 1 July 2006 Expires: 30 June 2011	Original Appropriation	862,000
	Adjustments to 2006/07	425,000
	Adjustments for 2007/08	(793,000)
	Adjusted Appropriation	494,000
	Actual to 2006/07 Year End	259,240
	Estimated Actual for 2007/08	234,760
	Estimated Actual for 2008/09	-
	Estimated Appropriation Remaining	-

Reasons for Change in Appropriation

This appropriation was disestablished from 30 June 2008 as part of the changes in the funding of the land transport sector arising from the Next Steps in the Transport Sector review.

New and Improved Infrastructure for State Highways PLA (M72)

Scope of Appropriation

To ensure the Purchase of State Highway improvements as specified in the NLTP. These expenses are incurred pursuant to Section 9 of the Land Transport Management Act 2003.

Reasons for Change in Appropriation

The budget for this appropriation of \$230.729 million was transferred from an existing appropriation to this new one during the 2007/08 year, as the result of a technical adjustment.

The appropriation increased by \$26.143 million due to road tax revenue reforecasting. The Ministry reforecasts the revenues on a six monthly basis. If revenue is forecast to increase, expenditure is increased by a matching amount and vice versa. Any adjustments to expenditure are processed through this appropriation.

New Zealand Railway Corporation (M72)

Scope of Appropriation

Capital injection for New Zealand Railways Corporation to undertake public safety works.

Reasons for Change in Appropriation

This appropriation was replaced during 2007/08 by an Other Expenses appropriation - Railway Safety, and all of the funding transferred to this new appropriation.

Realignment of Buckle Street (M72)

Scope of Appropriation

A government contribution towards the cost of realigning Buckle Street, which currently separates the National War Memorial from the area of the planned National Memorial Park, northwards.

Reasons for Change in Appropriation

\$5.333 million was transferred from 2007/08 to 2008/09 to reflect the timing of the expenditure.

State Highway Construction Programme Guarantee (M72)

Scope of Appropriation

To ensure that the State Highway Construction Programme can be delivered in the event that the input cost escalation is higher than provided for in the 2006/07 National Land Transport Programme.

Reasons for Change in Appropriation

\$43.5 million was transferred from 2006/07 to 2007/08 to reflect the timing of expenditure more closely and increase the current year appropriation.

Subsequently \$63 million was transferred from 2007/08 to 2008/09 for the same reason.

This is a net decrease of \$19.5 million for 2007/08 to arrive at a balance of \$65.5 million.

Transport Accident Investigation Commission (M72)

Scope of Appropriation

This appropriation is limited to the increase of working capital and purchase of fixed assets.

Capital Expenditure

	2007/08		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	100	100

Reasons for Change in Appropriation

A successful bid was made for capital funding in 2007/08 to supplement working capital as some high cost investigations have depleted reserves.

Reporting Mechanisms

Appropriation	Reporting Mechanism
ALPURT B2	Transit's annual report
Crown contribution to joint venture airports	Ministry of Transport and the airports annual reports
Land Transport New Zealand	Land Transport's annual report
Maritime NZ	Maritime New Zealand's annual report
New and Improved Infrastructure for State Highways	Transit's annual report
New and Improved Infrastructure for State Highways PLA	Land Transport's annual report
New Zealand Railways Corp	Ontrack's annual report
State Highway Construction Programme Guarantee	Land Transport's annual report
Transport Accident Investigation Commission	Transport Accident Investigation Commission's annual report

The above table indicates the mechanisms to be used for reporting actual performance for each non-departmental capital expenditure appropriation.