

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

Overview of the Vote

The Minister of Transport is responsible for appropriations in Vote Transport for the 2010/11 financial year covering the following funding.

Expenditure

- A total of \$50 million for Departmental Output Expense Appropriations. The majority of this is spent on policy advice (\$30 million) and Road User Charges collection and enforcement and Fuel Excise Duty refund management (\$18 million).
- \$800,000 for a Departmental Capital Appropriation for the purchase of assets owned by the Ministry.
- A total of \$1,820 million for Non-Departmental Output Expense Appropriations:
 - \$1,715 million is budgeted to be spent on the purchase of regional and local road network construction, maintenance of State Highways and local roads and passenger transport services. This activity is funded from fees and charges paid by road users.
 - \$105 million is spent on purchasing transport (maritime, aviation, rail and road) safety advice from transport Crown entities, weather forecasting services from MetService, motor vehicle registry services from the New Zealand Transport Agency and contributing toward the cost of the Canterbury and Northland regional land transport strategies and Waikato rail network.
- A total of \$1,016 million for Capital Expenditure to be incurred by the Crown:
 - \$719 million is budgeted to be spent on the development of the State highway network.
 - \$297 million is budgeted for investment in the KiwiRail Group.
- A total of \$212 million for Non-Departmental Other Expense Appropriations:
 - \$188 million is budgeted for rail projects and infrastructure.
 - \$17 million for the public transport concessions under the SuperGold card scheme.
 - \$7 million for various other expenses.
- Four multi year appropriations totalling \$330 million in 2010/11 for costs relating to investments in the rail network and joint venture airports.

Revenue

The Ministry expects to collect \$1,092 million of Crown revenue in 2010/11, most of which is fees and charges paid by road users. Vote Transport is also funded by the Fuel Excise Duty collected by the New Zealand Customs Service - this is estimated at \$1,540 million.

\$75 million is budgeted to be collected from non tax revenue, mainly from administration fees and charges (\$71 million) and from road tolling (\$4 million).

Details of these appropriations are set out in Parts 2-6 for Vote Transport in the *Information Supporting the Estimates of Appropriations*.

Details of Appropriations

Details of Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2009/10		2010/11
	Budgeted \$000	Estimated Actual \$000	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.	250	250	200
Governance and Performance Advice and Support (M72) This appropriation is limited to governance, performance and monitoring advice, and guidance and support to transport Crown agencies and other funded bodies.	-	-	2,000
Land Transport Revenue Forecasting and Strategy (M72) This appropriation is limited to land transport revenue forecasting and strategy.	1,700	1,700	1,000
Policy Advice (M72) This appropriation is limited to strategic, objective and evidence based policy advice that will promote the development of an effective and efficient transport system, and ministerial servicing.	31,079	31,079	29,782
Refund of Fuel Excise Duty (M72) This appropriation is limited to the receipt and processing of applications for, and the refunding of, Fuel Excise Duty.	429	429	429
Road User Charges Collection, Investigation and Enforcement (M72) This appropriation is limited to the collection and refund of Road User Charges, and the investigation and enforcement of evasion of Road User Charges.	17,344	17,344	17,344
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.	2,500	2,500	-
Total Departmental Output Expenses	53,302	53,302	50,755
Non-Departmental Output Expenses			
Administration of the Public Transport Concessions for SuperGold Cardholders Scheme (M72) This appropriation is limited to the administration costs of the scheme to provide enhanced public transport concessions for SuperGold cardholders	1,100	1,100	700
Canterbury Transport Project (M72) This appropriation is limited to assisting the Canterbury region to implement a land transport package.	14,500	14,500	14,000
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.	2,261	2,261	2,261
Licensing Activities (M72) Purchase of land transport licensing services, including driver licensing, not met by user fees.	3,475	2,475	2,475
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.	5,689	5,689	5,689

Titles and Scopes of Appropriations by Appropriation Type	2009/10		2010/11
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Output Expenses - cont'd			
Maritime Security (M72) Provision of standby screening and searching services at ports.	145	145	145
Motor Vehicle Registry (M72) This appropriation is limited to the registration and licensing of motor vehicles, the collection and refund of motor vehicle registration and licensing revenue, and the operation of the Motor Vehicle Register.	41,686	41,686	35,991
National Land Transport Programme - Demand Management and Community Programmes PLA (M72) The estimated amount to be spent on activities which promote safe and economical use of land transport networks and services, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	41,344	41,344	40,444
National Land Transport Programme - Maintenance and Operation of Local Roads PLA (M72) The estimated amount to be spent on the management and operation of existing local road infrastructure, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	215,000	215,000	235,000
National Land Transport Programme - Maintenance and Operation of State Highways PLA (M72) The estimated amount to be spent on activities which manage, maintain and operate State highway infrastructure, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	320,900	320,900	308,000
National Land Transport Programme - Management of the Funding Allocation System PLA (M72) The estimated amount to be spent on managing, monitoring and advising transport sector stakeholders on the allocation of National Land Transport Funds, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	35,740	35,740	34,136
National Land Transport Programme - New and Improved Infrastructure for Local Roads PLA (M72) The estimated amount to be spent on the management and delivery of improvement of local roads, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	175,000	175,000	154,000
National Land Transport Programme - Public Transport Infrastructure PLA (M72) The estimated amount to be spent on the renewal and improvement of infrastructure to support public transport services, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	135,000	135,000	57,000
National Land Transport Programme - Public Transport Services PLA (M72) The estimated amount to be spent on non- commercial public transport services, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	200,000	200,000	210,000
National Land Transport Programme - Rail and Coastal Freight PLA (M72) The estimated amount to be spent on activities that encourage the economical movement of freight by modes other than road, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	2,000	2,000	1,000
National Land Transport Programme - Renewal of Local Roads PLA (M72) The estimated amount to be spent on the management and delivery of renewals to the existing local road infrastructure, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	218,000	218,000	237,000
National Land Transport Programme - Sector Training and Research PLA (M72) The estimated amount to be spent on research and transport sector capability development, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	6,000	6,000	6,000

Titles and Scopes of Appropriations by Appropriation Type	2009/10		2010/11
	Budgeted \$000	Estimated Actual \$000	Budget \$000
National Land Transport Programme - State Highway Renewals PLA (M72) The estimated amount to be spent on renewal work on the State highway network, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	380,000	380,000	384,000
National Land Transport Programme - Transport Planning PLA (M72) The estimated amount to be spent on developing plans for improving the transport network and systems, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	30,000	30,000	33,000
National Land Transport Programme - Walking and Cycling Facilities PLA (M72) The estimated amount to be spent on new and improved walking and cycling infrastructure for transport purposes, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	20,000	20,000	15,000
Regional Development Transport Funding (M72) This appropriation is limited to regional development initiatives to develop the forestry roading infrastructure in Northland and Tairāwhiti	12,000	9,000	10,000
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	548
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.	3,938	3,938	3,938
Search and Rescue Activities (M72) This appropriation is limited to the purchase of search and rescue activities and a search and rescue coordination service, including follow-up inquiries and reporting, associated with the searches and rescues undertaken.	7,494	7,494	3,274
Search and Rescue and Recreational Boating Safety Activities PLA (M72) The estimated amount to be spent in relation to search and rescue and recreational boating safety activities, as authorised under Section 9 (1) of the Land Transport Management Act 2003.	-	-	5,409
Waikato Rail Funding (M72) Contribution to increase the investment in the Waikato rail network.	-	-	2,800
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.	18,573	18,573	18,574
New Zealand Railways Corporation Operating Support (M72) This appropriation is limited to the purchase of non-commercial rail services from New Zealand Railways Corporation.	90,000	90,000	-
Total Non-Departmental Output Expenses	1,980,393	1,976,393	1,820,384
Non-Departmental Other Expenses			
Enhanced public transport concessions for SuperGold cardholders (M72) This appropriation is limited to providing enhanced public transport concessions for SuperGold cardholders.	19,300	19,300	17,300
International Memberships (M72) Membership subscription to: International Civil Aviation Organisation, International Maritime Organisation, and World Meteorological Organisation.	743	743	743
Metro Rail Network Costs (M72) This appropriation is limited to the costs unrecovered from third parties in relation to the Auckland and Wellington metropolitan rail networks.	-	-	7,046

Titles and Scopes of Appropriations by Appropriation Type	2009/10		2010/11
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Other Expenses - cont'd			
Metro Rail Rolling Stock and Infrastructure (Wellington). (M72) This appropriation is limited to metro rail rolling stock and infrastructure projects in Wellington.	81,000	63,000	177,000
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	10,000	10,000	6,000
New Zealand Railways Corporation- Public Policy Projects (M72) Expenditure is for public policy rail initiatives.	3,270	3,270	3,270
Railway Safety (M72) To undertake public safety works.	500	500	500
Total Non-Departmental Other Expenses	114,813	96,813	211,859
Departmental Capital Expenditure			
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.	669	669	750
Total Departmental Capital Expenditure	669	669	750
Non-Departmental Capital Expenditure			
Accelerated State Highway Construction (M72) This appropriation is limited to State Highway improvements and pavement renewal projects agreed between the New Zealand Transport Agency and the Minister of Transport.	78,700	78,700	33,700
Aviation Security Service (M72) This appropriation is limited to meeting the ongoing capital costs of the security measures under international and domestic obligations, including accommodation and IT systems.	7,054	7,054	283
Kiwirail Turnaround Plan Funding (M72) This appropriation is limited to approved capital expenditure that contributes to the KiwiRail Turnaround Plan outcomes.	20,000	20,000	230,000
New & Improved Infrastructure for State Highways - Crown Contribution (M72) This appropriation is limited to contributing towards the purchase of State highway improvements as outlined in the 2006/07 State Highway Forecast	1,302	1,302	5,065
New Infrastructure for and Renewal of State Highways PLA (M72) The estimated amount to be spent on capital works for new infrastructure and renewal of State Highways, as authorised under Section 9 (3) and (4) of the Land Transport Management Act 2003.	549,803	549,803	680,416
New Zealand Railways Corporation Loans (M72) This appropriation is limited to loans to the New Zealand Railways Corporation to fund capital projects and provide working capital.	405,000	405,000	67,000
Maritime New Zealand Capital Expenditure PLA (M72) The estimated amount to be spent in relation to Maritime New Zealand costs, as authorised under Section 9 (1) of the Land Transport Management Act 2003.	900	900	-
Transport Accident Investigation Commission (M72) This appropriation is limited to the increase of working capital and purchase of fixed assets.	635	635	-
Total Non-Departmental Capital Expenditure	1,063,394	1,063,394	1,016,464
Total Annual and Permanent Appropriations	3,212,571	3,190,571	3,100,212

Details of Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Other Expenses		
Auckland Rail Development (M72)	Original Appropriation	663,875
This appropriation is limited to the renewal, upgrade, and electrification of the Auckland metropolitan rail network.	Adjustments to 2008/09	-
	Adjustments for 2009/10	19,722
Commences: 1 July 2009	Adjusted Appropriation	683,597
	Actual to 2008/09 Year End	-
Expires: 30 June 2013	Estimated Actual for 2009/10	184,884
	Estimated Actual for 2010/11	217,758
	Estimated Appropriation Remaining	280,955
Rail Network and Rolling Stock Upgrade (M72)	Original Appropriation	104,851
This appropriation is limited to the renewal, upgrade and maintenance of the national rail network, and the New Zealand Railway Corporation's rolling stock, terminals and systems.	Adjustments to 2008/09	-
	Adjustments for 2009/10	6,980
Commences: 1 July 2009	Adjusted Appropriation	111,831
	Actual to 2008/09 Year End	-
Expires: 30 June 2011	Estimated Actual for 2009/10	46,105
	Estimated Actual for 2010/11	65,726
	Estimated Appropriation Remaining	-
Wellington Rail Development (M72)	Original Appropriation	91,478
This appropriation is limited to the renewal and upgrade of the Wellington regional rail network.	Adjustments to 2008/09	-
	Adjustments for 2009/10	2,264
Commences: 1 July 2009	Adjusted Appropriation	93,742
	Actual to 2008/09 Year End	-
Expires: 30 June 2011	Estimated Actual for 2009/10	68,000
	Estimated Actual for 2010/11	25,742
	Estimated Appropriation Remaining	-
Non-Departmental Capital Expenditure		
Joint Venture Airports - Crown Contribution (M72)	Original Appropriation	1,773
This appropriation is limited to providing capital for enhancements to joint venture airport terminals and runways and to cover the Crown's share of operating losses for the years up to 30 June 2011.	Adjustments to 2008/09	-
	Adjustments for 2009/10	-
Commences: 1 July 2008	Adjusted Appropriation	1,773
	Actual to 2008/09 Year End	820
Expires: 30 June 2011	Estimated Actual for 2009/10	903
	Estimated Actual for 2010/11	50
	Estimated Appropriation Remaining	-

Details of Projected Movements in Departmental Net Assets

Ministry of Transport

Details of Net Asset Schedule	2009/10 Estimated Actual \$000	2010/11 Projected \$000	Explanation of Projected Movements in 2010/11
Opening Balance	2,984	2,958	
Capital Injections	-	-	
Capital Withdrawals	(26)	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	2,958	2,958	