

VOTE *Sport and Recreation*

Sport and Recreation

Overview

Appropriations sought for Vote Sport and Recreation in 2007/08 total \$69.482 million. The appropriations are intended to be spent as follows:

- \$98,000 (0.1% of the Vote) purchasing advice on and monitoring of Sport and Recreation Crown entities to be performed by the Ministry for Culture and Heritage.
- \$1.691 million (2.4% of the Vote) for the drugs testing of sports persons, providing information and education on the drug testing regime, and servicing international anti-doping arrangements.
- \$52.288 million (75.3% of the Vote) for policy advice on sport and recreation activities, and performing a wide range of functions to benefit sport and recreation within New Zealand.
- \$11.111 million (16.0% of the Vote) for children and young people's lifestyles initiatives.
- \$4.250 million (6.1% of the Vote) to provide sports scholarships enabling emerging and talented young New Zealanders to concurrently pursue post secondary school study and elite level sport development.
- \$44,000 (0.1% of the Vote) as discretionary funding for groups, individuals and organisations that are unable to obtain support - for their participation in sport and recreation activity - from bodies such as Sport and Recreation New Zealand (SPARC), local government, or the New Zealand Lottery Grants Board.

Details of appropriations spending appear in Parts B, C and D of this Vote.

Terms and Definitions Used

DFSNZ	Drug Free Sport New Zealand
Mission-On	Children and Young People's Lifestyle Initiatives
SPARC	Sport and Recreation New Zealand

Minister Portfolio Table

4	Minister for Arts, Culture and Heritage
64	Minister for Sport and Recreation

Sport and Recreation

ADMINISTERING DEPARTMENT: Ministry for Culture and Heritage

The Responsible Minister for the Ministry for Culture and Heritage is the Minister for Arts, Culture and Heritage

Part A - Statement of Objectives and Trends

Part A1 - Objectives for Vote

Key Government Goals and Related Outcomes

The appropriations to Vote Sport and Recreation will secure a broad range of services, including policy advice, which will contribute to government outcomes in the areas of public participation in sport and recreation, high performance sports, and sports drug testing.

The relevant outcomes identified by the Government are:

- "all New Zealanders to be able to take pride in who and what we are, through our... sports..."
- "all families, young and old, have the support and choices they need to be... able to reach their full potential..."

Contributions to Key Government Goals and Related Outcomes

Departmental output expense Purchase Advice and Monitoring of Sport and Recreation Crown Entities contributes to the Government's goals by funding and monitoring the work performed by those entities.

Non-departmental output expense Drugs Testing of Sports Persons contributes to the Government's goals by maintaining the drug free integrity of New Zealand participants in sports.

Non-departmental output expense Sport and Recreation Programmes contributes to the Government's goals by advising on ways to encourage public participation in sport and recreation, thereby strengthening national identity through sporting success, and in the areas of families and health through the revitalisation of recreation and sport programmes and the increased participation of Māori in physical activity programmes.

Part A2 - Trends in Vote

A number of changes have occurred in Vote Sport and Recreation (formerly Vote Sport, Fitness and Leisure) between 2002/03 and 2007/08.

The administration for the Vote was transferred from the Department of Internal Affairs to the Ministry of Economic Development on 1 July 2000. This had no impact on appropriations. From 2000/01, additional funding was provided for the expansion of the He Oranga Poutama programme aimed at encouraging Māori to participate in physical activities, and additional funding has been provided from 2002/03 for the implementation of recommendations from the Ministerial Taskforce on Sport, Fitness and Leisure.

Investment in the Vote has increased since 2001/02 as SPARC has implemented the recommendations of the Ministerial Taskforce. This investment is directed at increasing participation in sport and physical activity, developing effective sport and physical recreation systems, and winning high performance sport events. Vote funding increased from 2002/03 to 2005/06 to compensate for reductions in funding

available from the New Zealand Lottery Grants Board. Additional funding was provided in 2005/06 to implement new initiatives for volunteers and Active Schools.

The implementation of the task force recommendations included a change in administration for the Vote from the Ministry of Economic Development to the Ministry for Culture and Heritage with effect from 1 January 2002, and a change in the Vote name in 2002/03 from Vote Sport, Fitness and Leisure to Vote Sport and Recreation.

Funding for Drug Free Sport New Zealand has also increased in recent years as that organisation's role in international anti-doping activity has expanded, and to compensate for increases in the cost of the drug testing regime. The agency was previously known as New Zealand Sports Drug Agency and adopted Drug Free Sport New Zealand as a result of legislative change in 2006/07.

New Policy Initiatives by Appropriation

Initiative	Appropriation as shown in Part B	\$000 increase/(decrease)				
		2006/07	2007/08	2008/09	2009/10	2010/11
Co-ordination and delivery of Children and Young People's Lifestyles package initiatives	Non-Departmental Output Expense - Children and Young People's Lifestyles	10,288	11,111	6,603	7,153	-
	Non-Departmental Output Expense - Sport and Recreation Programmes	(1,292)	-	-	-	-
	Benefits and Other Unrequited Expenses - Sport Education Scholarships	(750)	(750)	(750)	(750)	-
Total Initiatives		8,246	10,361	5,853	6,403	-

Part B - Statement of Appropriations

Summary of Financial Activity

	2002/03	2003/04	2004/05	2005/06	2006/07		2007/08 Appropriations to be Used				2008/09	2009/10	2010/11	
	Actual \$000	Actual \$000	Actual \$000	Actual \$000	Budget \$000	Estimated Actual \$000	By the Department Administering the Vote		For Non-Departmental Transactions		Total \$000	Estimated \$000	Estimated \$000	Estimated \$000
							Annual \$000	Other \$000	Annual \$000	Other \$000				
Appropriations														
Output Expenses	10,830	26,109	38,250	45,784	61,805	61,805	98	-	65,090	-	65,188	61,571	62,097	54,944
Benefits and Other Unrequited Expenses	5,000	5,000	5,000	5,000	4,250	4,250	N/A	N/A	4,250	-	4,250	4,250	4,250	5,000
Borrowing Expenses	-	-	-	-	-	-	N/A	N/A	-	-	-	-	-	-
Other Expenses	2,311	89	44	44	44	44	-	-	44	-	44	44	44	44
Capital Expenditure	-	-	-	-	-	-	N/A	N/A	-	-	-	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	-	N/A	N/A	-	-	-	-
Total Appropriations	18,141	31,198	43,294	50,828	66,099	66,099	98	-	69,384	-	69,482	65,865	66,391	59,988
Crown Revenue and Receipts														
Tax Revenue	-	-	-	-	-	-	N/A	N/A	N/A	N/A	-	-	-	-
Non-Tax Revenue	-	-	-	-	-	-	N/A	N/A	N/A	N/A	-	-	-	-
Capital Receipts	-	-	-	-	-	-	N/A	N/A	N/A	N/A	-	-	-	-
Total Crown Revenue and Receipts	-	-	-	-	-	-	N/A	N/A	N/A	N/A	-	-	-	-

Part B1 - Details of Appropriations

Appropriations	2006/07				2007/08		Scope of 2007/08 Appropriations
	Budget		Estimated Actual		Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Departmental Output Expenses (General)							
Purchase Advice and Monitoring of Sport and Recreation Crown Entities (M4)	98	-	98	-	98	-	- Provision of purchase advice and monitoring of SPARC and DFSNZ. Excludes advice in relation to appointments to boards.
Total Departmental Output Expenses (General)	98	-	98	-	98	-	
Non-Departmental Output Expenses							
Children and Young People's Lifestyles (M64)	10,288	-	10,288	-	11,111	-	- Co-ordination and delivery of Children and Young People's Lifestyles package initiatives.
Drugs Testing of Sports Persons (M64)	1,623	-	1,623	-	1,691	-	- Provision of drugs testing of sports persons by DFSNZ.
Sport and Recreation Programmes (M64)	49,796	-	49,796	-	52,288	-	- Delivery of programmes in accordance with SPARC's statutory functions to enhance sport and recreation in New Zealand, and the provision of policy advice on and information relating to sport and recreation, including ministerial servicing.
Total Non-Departmental Output Expenses	61,707	-	61,707	-	65,090	-	
Benefits and Other Unrequited Expenses							
Sport Education Scholarships (M64)	4,250	-	4,250	-	4,250	-	- Sport scholarships to enable emerging and talented New Zealanders to concurrently pursue tertiary study and elite level sport development and/or to develop skills that contribute to the quality of New Zealand's sport performance at the elite level.
Total Benefits and Other Unrequited Expenses	4,250	-	4,250	-	4,250	-	
Other Expenses to be Incurred by the Crown							
Miscellaneous Grants (M64)	44	-	44	-	44	-	- Discretionary funding is provided on application to groups, individuals and organisations that are unable to obtain support through organisations such as SPARC, local government, or the New Zealand Lottery Grants Board, to support sports-related initiatives including participation in sport and recreation activities.
Total Other Expenses to be Incurred by the Crown	44	-	44	-	44	-	
Total Appropriations	66,099	-	66,099	-	69,482	-	

Part C - Explanation of Appropriations for Output Expenses

Part C1 - Departmental Output Expenses

Purchase Advice and Monitoring of Sport and Recreation Crown Entities

This output expense involves the provision of purchase advice and monitoring of SPARC and DFSNZ.

Part C2 - Non-Departmental Output Expenses

Children and Young People's Lifestyles Initiatives (Mission-On)

The Minister purchases these outputs from SPARC. Mission-On is a package of initiatives aimed at improving the lifestyles of young New Zealanders by targeting improved nutrition and increased physical activity. In accordance with its statutory functions, SPARC will:

- lead the Mission-On campaign in co-ordination with the Ministries of Health, Education and Youth Development
- manage the joint officials group overseeing the campaign
- report to the joint ministers group on progress, expenditure and deliverables as necessary
- implement the following initiatives
 - promoting national 'Lifestyle' Ambassadors
 - implementing youth-branded websites/technology to inform and encourage change
 - implementing a Government 'walking the talk' programme
 - promoting television and computer-free time
 - using television and radio to encourage change
 - expanding the Green Prescription programme
- manage the monitoring and evaluation programme for the Mission-On campaign.

Provider

SPARC.

Quality, quantity, timeliness and cost

Performance measures will be included in SPARC's Statement of Intent and Memorandum of Understanding for 2007/08.

This output expense will be provided within the appropriated sum of \$11.111 million (GST exclusive).

	2006/07 \$000	2007/08 \$000
Total output expenses	10,288	11,111

Drugs Testing of Sports Persons

The Minister will purchase the following outputs from DFSNZ:

- drugs testing of sports people
- providing information and education to sports competitors and to national sporting organisations on the drug testing regime to enable them to understand and comply with its requirements, including responding to media and public enquiries and requests for presentations to community groups, and
- servicing international anti-doping arrangements and related activities.

Provider

DFSNZ.

Quantity, quality, timeliness and cost

Performance measures will be included in DFSNZ's Statement of Intent and Memorandum of Understanding for 2007/08.

This output expense will be provided within the appropriated sum of \$1.691 million (GST exclusive).

	2006/07 \$000	2007/08 \$000
Total output expenses	1,623	1,691

Sport and Recreation Programmes

The Minister purchases these outputs from SPARC. In accordance with its statutory functions, SPARC will:

- develop and implement national policies and strategies for physical recreation and sport
- invest in sports organisations and regional bodies in line with policies and strategies
- promote and advocate the importance of participation in physical activity by all New Zealanders for their health and well-being
- promote and disseminate research relevant to physical recreation and sport
- provide advice to the Minister on issues relating to physical recreation and sport
- recognise the role of sport in the rehabilitation of people with disabilities
- facilitate co-ordination between national, regional and local physical recreation and sport organisations
- represent the Government's policy interests in physical recreation and sport internationally, and
- provide services to elite athletes through the New Zealand Academy of Sport.

Provider

SPARC.

Quantity, quality, timeliness and cost

Performance measures will be included in SPARC's Statement of Intent and Memorandum of Understanding for 2007/08.

This output expense will be provided within the appropriated sum of \$52.288 million (GST exclusive), which represents approximately 49% of SPARC's income. Approximately 29% of SPARC's income is from the New Zealand Lottery Grants Board.

	2006/07 \$000	2007/08 \$000
Total output expenses	49,796	52,288

Part D - Explanation of Appropriations for Other Operating Flows

Part D1 - Benefits and Other Unrequited Expenses

Sport Education Scholarships

\$4.250 million is provided for Sport Education Scholarships to enable emerging and talented young New Zealanders to concurrently pursue tertiary study and elite level sport development. These scholarships will be managed by SPARC throughout 2007/08.

Part D3 - Other Expenses

Miscellaneous Grants

\$44,000 is provided for discretionary grants approved by the Minister for Sport and Recreation for groups, individuals and organisations that are unable to obtain support - for their participation in sport, fitness and leisure activity - from bodies such as SPARC, local government, or the New Zealand Lottery Grants Board.

Part E - Explanation of Capital Flows

Part E2 - Statement of Estimated and Forecast Net Worth of Entities Owned

	Balance Date	Estimated Net Worth 2007 \$000	Forecast Net Worth 2008 \$000
Crown Entities:			
SPARC	30 June	3,260	3,000
DFSNZ	30 June	200	200