

# **VOTE** *Sport and Recreation*

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## *Sport and Recreation*

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### Overview

Appropriations sought for Vote Sport and Recreation in 2002/03 total \$17.283 million (GST inclusive). The appropriations are intended to be spent as follows:

- \$110,000 (0.6% of the Vote) purchasing advice on and monitoring of Sport and Recreation Crown entities to be performed by the Ministry for Culture and Heritage.
- \$1.092 million (6.3% of the Vote) for the drug testing of sports persons, providing information and education on the drug testing regime, and servicing international anti-doping arrangements.
- \$10.981 million (63.6% of the Vote) for implementation of recommendations from the Ministerial Taskforce on Sport, Fitness and Leisure, to provide policy advice on sport and recreation activities (previously performed by the Office of Tourism and Sport) and performing a wide range of functions to benefit sport and recreation within New Zealand.
- \$5.000 million (28.9% 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.
- \$50,000 (0.3% of the Vote) as discretionary funding for groups, individuals and organisations that are unable to get support - for their participation in sport, fitness and leisure activity - from bodies such as Sport and Recreation New Zealand, local government and the New Zealand Lottery Grants Board.
- \$50,000 (0.3% of the Vote) as a contribution towards operating costs of the Sports Hall of Fame.

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

## Terms and Definitions Used

<b>NZSDA</b>	New Zealand Sports Drug Agency
<b>SRNZ</b>	Hillary Commission for Sport, Fitness and Leisure, trading as Sport and Recreation New Zealand

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VOTE MINISTER: Minister for Sport, Fitness and Leisure

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 Sport and Recreation

#### *Key Government Goals and Related Outcomes*

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

Relevant outcomes identified by the Government and expressed as key goals are:

- Strengthen national identity and uphold the principles of the Treaty of Waitangi.
- Reduce inequities, particularly for Māori and Pacific people in health, education, employment and housing.

This Vote also includes funding for miscellaneous grants to sports groups and individuals.

#### *Output Class Contributions to Key Government Goals and Related Outcomes*

Departmental output class D1 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 class O1 Drugs Testing of Sports Persons contributes to the Government's goals and related outcomes by maintaining the drug free integrity of New Zealand participants in sports.

Non-departmental output class O2 Sport, Fitness and Leisure Programmes contributes to the Government's goals and related outcomes by advising on ways to encourage public participation in sport and active leisure, including the availability of sports education scholarships, thereby strengthening national identity through sporting success, and in the areas of health and national identity through the revitalisation of recreation and sport programmes and the increased participation of Māori in physical activity programmes.

## Part A2 - Trends in Vote Sport and Recreation

A number of changes have occurred in Vote Sport and Recreation (formerly Vote Sport, Fitness and Leisure) between 1996 and 2002.

In 1996/97 investment in high-performance sport was initiated by an appropriation in the non-departmental output class Sport, Fitness and Leisure Programmes.

There was an increase in funding in 1999/2000 for the Sydney 2000 Olympics team, and additional funding for 1999/2000 only for high performance sport to support New Zealand teams and athletes competing in key international sporting events.

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 2001/02 (\$2 million) for the initial implementation of recommendations from the Ministerial Taskforce on Sport, Fitness and Leisure.

The implementation of the task force recommendations has 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.

## Trends in Vote Sport and Recreation - Summary of Appropriations and Crown Revenue

Types of Appropriation	1997/98	1998/99	1999/2000	2000/01	2001/02		2002/03 Appropriations to be Used				2003/04	2004/05	2005/06	
	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				
<b>Operating Flows</b>														
Classes of Outputs to be Supplied	5,498	4,356	21,014	2,135	4,447	4,447	110	-	12,073	-	12,183	21,277	36,277	46,277
Benefits and Other Unrequited Expenses	-	-	-	1,000	3,000	3,000	N/A	N/A	5,000	-	5,000	5,000	5,000	5,000
Borrowing Expenses	-	-	-	-	-	-	N/A	N/A	-	-	-	-	-	-
Other Expenses	40	50	120	50	75	75	-	-	100	-	100	100	100	50
<b>Capital Flows</b>														
Capital Contributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchase or Development of Capital Assets	-	-	-	-	-	-	N/A	N/A	-	-	-	-	-	-
Repayment of Debt	-	-	-	-	-	-	N/A	N/A	-	-	-	-	-	-
<b>Total Appropriations</b>	<b>5,538</b>	<b>4,406</b>	<b>21,134</b>	<b>3,185</b>	<b>7,522</b>	<b>7,522</b>	<b>110</b>	<b>-</b>	<b>17,173</b>	<b>-</b>	<b>17,283</b>	<b>26,377</b>	<b>41,377</b>	<b>51,327</b>
<b>Total Crown Revenue and Receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## Part B - Statement of Appropriations

### Part B1 - Details of Appropriations

Appropriations	2001/02				2002/03		Description of 2002/03 Appropriations
	Vote		Estimated Actual		Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
<b>Departmental Output Classes (Mode B Gross)</b>							
D1 Purchase Advice and Monitoring of Sport and Recreation Crown Entities	55	-	55	-	110	-	Provision of purchase advice and monitoring of the Sport and Recreation NZ Crown Entity and the New Zealand Sports Drug Agency.
Policy Advice - Sport, Fitness and Leisure	218	-	218	-	-	-	Provision of policy advice on and information relating to sport, fitness and leisure including ministerial servicing.
<b>Total Appropriations for Departmental Output Classes (Mode B Gross)</b>	273	-	273	-	110	-	
<b>Non-Departmental Output Classes</b>							
O1 Drugs Testing of Sports Persons	1,109	-	1,109	-	1,092	-	Provision of drugs testing of sports persons by the New Zealand Sports Drug Agency.
O2 Sport, Fitness and Leisure Programmes	3,065	-	3,065	-	10,981	-	Delivery of programmes to enhance sports, recreation and leisure in New Zealand, including the implementation of recommendations from the Ministerial Taskforce on Sport, Fitness and Leisure. Also, the provision of policy advice on and information relating to sport, fitness and leisure, including ministerial servicing.
<b>Total Appropriations for Non-Departmental Output Classes</b>	4,174	-	4,174	-	12,073	-	

**Part B1 - Details of Appropriations (continued)**

	2001/02				2002/03		Description of 2002/03 Appropriations
	Vote		Estimated Actual		Vote		
Appropriations	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
<b>Benefits and Other Unrequited Expenses</b>							
Sport Education Scholarships	3,000	-	3,000	-	<b>5,000</b>	-	Sports Education Scholarships to enable emerging and talented young New Zealanders to concurrently pursue tertiary study and elite level sport development.
<b>Total Appropriations for Benefits and Other Unrequited Expenses</b>	3,000	-	3,000	-	5,000	-	
<b>Other Expenses to be Incurred by the Crown</b>							
Miscellaneous Grants	75	-	75	-	<b>50</b>	-	\$50,000 discretionary funding is provided on application to groups, individuals and organisations that are unable to obtain support through organisations such as Sport and Recreation New Zealand, local government and the New Zealand Lottery Grants Board, to support sports-related initiatives including participation in sport and recreation activities.
New Zealand Sports Hall of Fame	-	-	-	-	<b>50</b>	-	\$50,000 is required in 2002/03 as a contribution towards the operating costs of the New Zealand Sports Hall of Fame.
<b>Total Appropriations for Other Expenses to be Incurred by the Crown</b>	75	-	75	-	100	-	
<b>Total Appropriations</b>	<b>7,522</b>	-	<b>7,522</b>	-	<b>17,283</b>	-	



## Part C - Explanation of Appropriations for Output Classes

### Part C1 - Departmental Output Classes

#### *Output Class D1 – Purchase Advice and Monitoring of Sport and Recreation Crown Entities*

This output class involves the provision of purchase advice and monitoring of the Sport and Recreation New Zealand Crown Entity and the New Zealand Sports Drug Agency.

### Part C2 Non-Departmental Output Classes

#### *Output Class O1 - Drugs Testing of Sports Persons*

The Minister will purchase the following outputs from the New Zealand Sports Drug Agency:

- drug 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, includes responding to media and public enquiries and requests for presentations to community groups, and
- servicing the International Anti-doping Arrangement and related activities.

#### **Provider**

The New Zealand Sports Drug Agency.

#### **Quantity, quality, timeliness and cost**

Performance measures will be included in the New Zealand Sports Drug Agency's Statement of Intent and Memorandum of Understanding for 2002/03.

#### Cost

This output class will be provided within the appropriated sum of \$1.092 million (GST inclusive).

2002/03	Total output class to be provided within (GST Inclusive)	\$1,092,000
2001/02	Total output class to be provided within (GST Inclusive)	\$1,109,000

#### *Output Class O2 – Sport, Fitness and Leisure Programmes*

The Minister will purchase this output class from the Hillary Commission for Sport, Fitness and Leisure, trading as Sport and Recreation New Zealand.

The role of the organisation has expanded in response to the recent Graham Taskforce Report on Sport, Fitness and Leisure, and now incorporates the functions of the New Zealand Sports Foundation and some of the policy advice functions of the Office of Tourism and Sport. The reorganisation provides a more effective means for the

Government and wider community to invest in strategies to improve New Zealanders' levels of physical activity and achievement in sport and physical recreation. Success benefits the wider economy. It also leads to better health outcomes, greater social cohesion and a stronger national identity

Legislation is currently before the House to establish a new Crown entity to lead the development of physical recreation and sport in New Zealand. The new agency will continue the work of Sport and Recreation New Zealand and will be charged with carrying out a wide variety of functions including the following:

- develop and implement national policies and strategies for physical recreation and sport
- allocate funds to 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, and
- represent the Government's policy interests in physical recreation and sport internationally.

#### **Provider**

The Hillary Commission for Sport, Fitness and Leisure, trading as Sport and Recreation New Zealand.

#### **Quantity, quality, timeliness and cost**

Performance measures will be included in SRNZ's Statement of Intent and Memorandum of Understanding for 2002/03.

#### Cost

This output class will be provided within the appropriated sum of \$10.981 million (GST inclusive), which represents approximately 23% of SRNZ's income. The major source of income for SRNZ is from the New Zealand Lottery Grants Board.

<b>2002/03</b>	Total output class to be provided within (GST Inclusive)	\$10,981,000
<b>2001/02</b>	Total output class to be provided within (GST Inclusive)	\$3,065,000

## Part D - Explanation of Appropriations for Other Operating Flows

### Part D3 - Other Expenses

#### *Sports Hall of Fame*

In 2002/03 \$50,000 will be provided to the New Zealand Sports Hall of Fame, whose work involves:

- honouring sportspeople for their achievements and records
- preserving the achievements of sportspeople for posterity
- providing schools with educational programmes on great sportspeople, and
- presenting sporting memorabilia to the public in the New Zealand Sports Hall of Fame.

## Part E - Explanation of Appropriations for Capital Flows

### Part E1 - Capital Contributions

#### *Net Worth of Entities Owned*

The Minister for Sport, Fitness and Leisure is responsible for the Government's ownership interests in certain agencies and organisations. The estimated net worth (total assets less total liabilities) of these bodies is listed in the table below.

#### Statement of Estimated and Forecast Net Worth

	Balance Date	Estimated Net Worth 2002 \$ million	Forecast Net Worth 2003 \$ million
<b>Crown Entities:</b>			
Hillary Commission for Sport, Fitness and Leisure	30 June	1.400	1.400
New Zealand Sports Drug Agency	30 June	0.040	0.040