

# VOTE *Transport*

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## Terms and Definitions Used

<b>ICAO</b>	International Civil Aviation Organisation
<b>MVR</b>	Motor vehicle registration and licensing
<b>NLTP</b>	National Land Transport Programme
<b>NRA</b>	National Roads Account
<b>NRF</b>	National Roads Fund
<b>Paratransit</b>	Paratransit, in this context, covers schemes designed to provide transport for people with disabilities, eg, wheelchair-bound people
<b>RC</b>	Regional council
<b>RCA</b>	Road controlling authority
<b>RUC</b>	Road user charges
<b>TAIC</b>	Transport Accident and Investigation Commission

## Footnotes

<b>Note 1</b>	Expenses incurred pursuant to section 10 of the Transit New Zealand Act 1989
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# Transport

VOTE MINISTER: Minister of Transport

ADMINISTERING DEPARTMENT: Ministry of Transport

The Minister of Transport is the Responsible Minister for the Ministry of Transport

## Part B - Statement of Appropriations

### Summary of Appropriations

	Appropriations to be Used				Total Appropriations \$000
	By the Department Administering the Vote		For Non-Departmental Transactions		
Types of Appropriation	Annual \$000	Other \$000	Annual \$000	Other \$000	
<b>Operating Flows</b>					
Classes of Outputs to be Supplied	80,593	-	70,403	880,427	1,031,423
Benefits and Other Unrequited Expenses	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	733	55,400	56,133
<b>Capital Flows</b>					
Capital Contributions	-	-	-	-	-
Purchase or Development of Capital Assets	-	-	-	389,504	389,504
Repayment of Debt	-	-	-	-	-
<b>Total Appropriations for 2002/03</b>	<b>80,593</b>	<b>-</b>	<b>71,136</b>	<b>1,325,331</b>	<b>1,477,060</b>
<b>Total 2002/03 Main Estimates Appropriations</b>	<b>80,766</b>	<b>-</b>	<b>55,666</b>	<b>1,273,702</b>	<b>1,410,134</b>

## Part B1 - Details of Appropriations

	2002/03						Purpose of and Reasons for Change in 2002/03 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
<b>Departmental Output Classes (Mode B Gross)</b>							
D1 Policy Advice	15,797	-	(127)	-	15,670	-	Purchase of policy advice involving the development and maintenance of a framework for a transport system that achieves a balance between social and economic goals and environmental well-being in an integrated manner. The net decrease in this appropriation is the result of the transfer of \$140,000 from 2002/03 to 2003/04 for environmental work, and the allocation of \$34,000 to the Reporting on Accident or Incident Investigations non-departmental output class, less a fiscally neutral transfer of \$46,000 from the Contract Management departmental output class.
D2 Motor Vehicle Registry and Revenue Management	63,554	-	-	-	63,554	-	Purchase of an administrative and accounting service for the collection and refund of motor vehicle registration and licensing fees, road user charges and fuel excise duty credited to the NRF.
D3 Airport Operation and Administration	126	-	-	-	126	-	Operation of Milford Sound/Piopiotaahi aerodrome.
D4 Contract Management	614	-	(46)	-	568	-	Management on the Minister's behalf of contracts and agreements with transport agencies. This includes negotiating, funding, evaluating performance, reporting to the Minister and recommending corrective actions as appropriate. Resources were reallocated to the Policy Advice departmental output class.
D5 Land Transport Management Policy	675	-	-	-	675	-	Purchase of advice on the policy, legislation and implementation of changes to the management, regulation and funding of New Zealand's land transport system.

<b>Total Appropriations for Departmental Output Classes (Mode B Gross)</b>	80,766	-	(173)	-	80,593	-	
<b>Non-Departmental Output Classes</b>							
O1 Aviation Security	400	-	-	-	400	-	Purchase of additional baggage screening outputs for domestic air services.
O2 Maritime Safety Regulation and Monitoring	2,812	-	125	-	2,937	-	Provision of policy advice on maritime safety, development of safety standards, promotion and auditing of maritime safety, and the review of legislation. The appropriation was increased by \$50,000 for the implementation of international ship and port facility measures, and by \$75,000 for an annual recreational boating safety awareness campaign.
O3 Policy Advice - Civil Aviation	1,485	-	-	-	1,485	-	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.
O4 Search and Rescue Class III - Civil Aviation	1,450	-	-	-	1,450	-	Purchase of a search and rescue coordination service, including follow-up inquiries and reporting, associated with Class III searches and rescues undertaken.
O5 Drug and Alcohol Assessments - Land Transport	236	-	-	-	236	-	Purchase of drug and/or alcohol assessments of disqualified drivers as ordered by the Courts.
O6 Grants Management - Land Transport	7,125	-	2,359	-	9,484	-	Provision of grants management, including assistance and advice to local authorities, road safety coordinators, iwi and community groups. This appropriation was increased by \$2,222,000 for the Road Safety Strategy to 2010 implementation and has been funded by a reduction in the appropriation for Roading Capital Improvements - Transfund; and by \$137,000 being a reallocation of costs funded by a fiscally neutral transfer from the Safety Information and Promotion - Land Transport non-departmental output class.
O7 Licensing - Land Transport	1,626	-	975	-	2,601	-	Purchase of driver licence services, for costs not met from user fees, for renewing driver licences. This appropriation was increased by \$1,439,000 for the Road Safety Strategy to 2010 implementation and has been funded by a reduction in the appropriation for Roading Capital Improvements - Transfund; less \$464,000 allocated to the new Driver Testing - Land Transport non-departmental output class.

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

Appropriations	2002/03						Purpose of and Reasons for Change in 2002/03 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
<b>Non-Departmental Output Classes - cont'd</b>							
O8 Policy Advice - Land Transport	1,929	-	<b>2,713</b>	-	4,642	-	Purchase of policy advice on land transport safety issues, including road safety strategies, licensing and other provisions enabling entry to the land transport sector, the development of safety standards, and the review of legislation. This appropriation was increased by \$2,689,000 for the Road Safety Strategy to 2010 implementation and has been funded by a reduction in the appropriation for Roading Capital Improvements - Transfund; and by \$24,000 being a reallocation of the costs funded by a fiscally neutral transfer from the Safety Information and Promotion - Land Transport non-departmental output class.
O9 Safety Audit - Land Transport	806	-	<b>2,388</b>	-	3,194	-	Purchase of specialist auditing services on land transport activities, including crash investigation and monitoring, auditing of RCAs to ensure compliance with road and traffic standards and guidelines, and legal action to enforce legislation. This appropriation was increased by \$2,323,000 for the Road Safety Strategy to 2010 implementation and has been funded by a reduction in the appropriation for Roading Capital Improvements - Transfund; and by \$65,000 being a reallocation of the costs funded by a fiscally neutral transfer from the Safety Information and Promotion - Land Transport non-departmental output class.

O10 Safety Information and Promotion - Land Transport	20,000	-	<b>6,375</b>	-	26,375	-	Promotion of safety information, including publications and educational resource materials, and the promotion of road safety by the use of advertising and publicity. This appropriation was increased by \$8,851,000 for the Road Safety Strategy to 2010 implementation and has been funded by a reduction in the appropriation for Roading Capital Improvements - Transfund. Delays in letting some contracts for road safety contracts have required \$2,250,000 to be transferred to 2003/04; and \$226,000 has been reallocated to three other Land Transport non-departmental output classes.
O11 Vehicle Impoundment - Land Transport	500	-	-	-	500	-	Purchase of services relating to the storage of impounded vehicles and the reimbursement of storage providers for unclaimed vehicles that are permanently destroyed.
O12 Reporting on Accident or Incident Investigations	1,944	-	<b>34</b>	-	1,978	-	Investigation and reporting on aviation, rail and marine accidents and incidents that occur in New Zealand. The appropriation has been increased to enable TAIC to purchase a public relations capability, and is funded by a corresponding reduction in the Policy Advice departmental output class.
O13 Weather Forecasts and Warnings	14,657	-	-	-	14,657	-	Collection of weather data in and around New Zealand and processing of this data together with data from other countries to generate weather forecasts and severe-weather warnings for New Zealand.
O14 Advisory Services - Transfund	-	2,700	-	113	-	2,813	Provision of advisory services on key issues relating to the funding of the NRP, transportation issues and legislative requirements and the requirements attached to receipt of funding from the NRA. This appropriation has been increased as the result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the published 2002/03 NLTP.
O15 Contract Management – Transfund	-	10,463	-	(113)	-	10,350	Management of agreements between Transfund, as funder/ purchaser, and RCAs and regional councils, as service providers. Includes the audit of RCAs and regional councils for compliance with the agreements and the requirements of the Transit New Zealand Act 1989. This appropriation has been decreased as the result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the published 2002/03 NLTP. (See Note 1)

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

Appropriations	2002/03						Purpose of and Reasons for Change in 2002/03 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
<b>Non-Departmental Output Classes - cont'd</b>							
O16 Efficient Alternatives to Roading - Transfund	-	38,250	-	(5,625)	-	32,625	Purchase of services from RCs that provide efficient alternatives to roading, including bus, rail and ferry services, for both freight and passenger transport. This appropriation has been decreased as the result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the published 2002/03 NLTP. (See Note 1)
O17 Maintenance and Expensed Road Construction (Local Roads) - Transfund	-	383,738	-	13,162	-	396,900	Purchase of the maintenance, expensed construction and rehabilitation of local roads, as specified in the NLTP. This appropriation has been increased as the result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the published 2002/03 NLTP. (See Note 1)
O18 Maintenance and Expensed Road Construction (State Highways) - Transfund	-	328,469	-	12,519	-	340,988	Purchase of the maintenance of State highways as specified in the NRP, including the expensed rehabilitation and construction of State highways within local authority boundaries. This appropriation has been increased as the result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the published 2002/03 NLTP. (See Note 1)
O19 Passenger Transport Community Services - Transfund	-	83,243	-	2,820	-	86,063	Purchase of community passenger transport services which are not efficient alternatives to roading or social services. This appropriation has been increased as the result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the published 2002/03 NLTP. (See Note 1)



O20 Passenger Transport Social Services - Transfund	-	10,919	-	(231)	-	10,688	Purchase of services for the transport disadvantaged, including the carriage of passengers by bus, rail and paratransit for health, education and social welfare purposes. This appropriation has been decreased as the result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the published 2002/03 NLTP. (See Note 1)
O21 Driver Testing - Land Transport	-	-	464	-	464	-	Purchase of the Crown's share of the cost of providing driver licence testing. This appropriation has been funded by a fiscally neutral transfer from the Licensing - Land Transport non-departmental output class.
<b>Total Appropriations for Non-Departmental Output Classes</b>	54,970	857,782	15,433	22,645	70,403	880,427	
<b>Other Expenses to be Incurred by the Crown</b>							
Fuel Excise Duty Refunds	-	24,750	-	-	-	24,750	Refunds of fuel excise duty for off-road usage.
International Civil Aviation Organisation	426	-	37	-	463	-	Membership subscription to this organisation. The increase in appropriation will enable New Zealand to make a voluntary contribution to the ICAO's Aviation Security mechanism.
International Maritime Organisation	60	-	-	-	60	-	Membership subscription to this organisation.
Motor Vehicle Registration Refunds	-	650	-	-	-	650	Refunds of MVR fees as a result of motor vehicles being withdrawn from service.
Road User Charges Refunds	-	30,000	-	-	-	30,000	Refund of unused portion of RUC licence fees.
World Meteorological Organisation	210	-	-	-	210	-	Membership subscription to this organisation.
<b>Total Appropriations for Other Expenses to be Incurred by the Crown</b>	696	55,400	37	-	733	55,400	

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

	2002/03						Purpose of and Reasons for Change in 2002/03 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Appropriations							
<b>Purchase or Development of Capital Assets by the Crown</b>							
Roading Capital Improvements - Transfund	-	349,270	-	28,984	-	378,254	Construction and improvement of the State highway network. The appropriation has been increased as a result of revised economic forecasts (\$42,350,000) and the unallocated balance of the National Roads Fund (\$34,000,000); less fiscally neutral transfers to Land Transport non-departmental output classes and Vote Police to fund the Road Safety Strategy to 2010 implementation (\$24,721,000), and to Transfund non-departmental output classes to bring this appropriation into line with the published 2002/03 NLTP (\$22,645,000).
Roading Replacement - Transfund	-	11,250	-	-	-	11,250	Pavement rehabilitation (restoration of pavement strength) of the State highway network, including seal widening.
<b>Total Appropriations for Purchase or Development of Capital Assets by the Crown</b>	-	360,520	-	28,984	-	389,504	
<b>Total Appropriations</b>	136,432	1,273,702	15,297	51,629	151,729	1,325,331	

## Part C - Explanation of Appropriations for Output Classes

### Part C2 - Non-Departmental Output Classes

One non-departmental output class was created during 2002/03:

#### *Output Class O21 - Driver Testing - Land Transport*

##### Description

Under this output class the Minister of Transport purchases the Crown's share of the cost of providing driver licence testing.

##### Output class measures

###### Quantity, quality, and timeliness

The Minister of Transport expects the following:

Performance Measure	Standard/Target 2002/03
<b><u>Quantity</u></b>	
Number of subsidised or free Older Driver Tests	32,000 – 36,000
Number of free older driver retests	N/A
Total number of subsidised older driver renewal applications	41,000 – 47,000
<b><u>Quality</u></b>	
Percentage of tests to comply with driver licence agents manual	N/A
<b><u>Timeliness</u></b>	
Percentage of tests undertaken within the timelines and requirements identified in the driver licence agents manual	N/A

###### Cost

2002/03	Total output class to be provided within (GST inclusive)	\$464,000
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##### Provider

Land Transport Safety Authority.

## Part F - Crown Revenue and Receipts

### Part F1 - Current and Capital Revenue and Receipts

	2002/03			Explanation of 2002/03 Crown Revenue
	Main Estimates	Supplementary Estimates	Total Budgeted	
	\$000	\$000	\$000	
<b>Current Revenue</b>				
Tax Revenue				
Motor Vehicle Registration	183,000	10,000	193,000	Fees based on vehicle ownership; types of vehicles include cars, trucks, and trailers. Expected revenue has been increased as a result of revised economic forecasts.
Road User Charges	632,000	19,000	651,000	Usage-based charges levied on operators of heavy trucks, and vehicles using fuels other than petrol, CNG and LPG. Expected revenue has been increased as a result of revised economic forecasts.
<b>Total Tax Revenue</b>	<b>815,000</b>	<b>29,000</b>	<b>844,000</b>	
Non-Tax Revenue				
Distribution of Reserves	-	934	934	Final distribution of surpluses following the winding up of the Christchurch international airport joint venture.
Infringements	10	-	10	Money collected from the enforcement of road user regulations, in particular trucks found to be carrying too heavy a load; and from the enforcement of civil aviation rules.
Motor Vehicle Registration Recoveries	7,000	2,000	9,000	Sale of duplicate MVR certificates and associated information. Expected revenue has been increased as a result of revised economic forecasts.
<b>Total Non-Tax Revenue</b>	<b>7,010</b>	<b>2,934</b>	<b>9,944</b>	
<b>Total Current Revenue</b>	<b>822,010</b>	<b>31,934</b>	<b>853,944</b>	

<b>Capital Receipts</b>				
Repayment of Capital from Crown Entities	900	-	900	Repayment by the Aviation Security Service of part of the temporary working capital injection received during 2001/02.
<b>Total Capital Receipts</b>	900	-	900	
<b>Total Crown Revenue and Receipts</b>	822,910	31,934	854,844	