

VOTE *Customs*

Footnotes

- Note 1** Appropriation numbers in Part B are inclusive of GST (where applicable).
- Note 2** Costs incurred pursuant to sections 111 to 113 and 117 and 275 of the
Customs and Excise Act 1996.
- Note 3** Costs incurred pursuant to sections 12 and 13 of the Goods and Services Tax
Act 1985.

Customs

VOTE MINISTER: Minister of Customs

ADMINISTERING DEPARTMENT: New Zealand Customs Service

The Minister of Customs is the Responsible Minister for the New Zealand Customs Service

Part B - Statement of Appropriations (see note 1)

Summary of 1999/2000 Appropriations

Types of Appropriation	Appropriations to be Used				Total Appropriations \$000
	By the Department Administering the Vote		For Non-Departmental Transactions		
	Annual \$000	Other \$000	Annual \$000	Other \$000	
Operating Flows					
Classes of Outputs to be Supplied	61,307	-	-	-	61,307
Benefits and Other Unrequited Expenses	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	47	30,200	30,247
Capital Flows					
Capital Contributions	-	-	-	-	-
Purchase or Development of Capital Assets	-	-	-	-	-
Repayment of Debt	-	-	-	-	-
Total Appropriations for 1999/2000	61,307	-	47	30,200	91,554
Total 1999/2000 Main Estimates Appropriations	60,497	-	44	35,200	95,741

Part B1 - Details of 1999/2000 Appropriations

Appropriations	1999/2000						Purpose of and Reasons for Change in 1999/2000 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Departmental Output Classes (Mode B Gross)							
D1 Policy Advice	2,138	-	(2)	-	2,136	-	The provision of policy advice on the management of border and revenue risks and ministerial servicing. The change in appropriation reflects fiscally neutral adjustments based on updated expenditure trends and cost changes associated with changes in revenue from third parties.
D2 Intelligence and Risk Assessment Services	2,494	-	216	-	2,710	-	The production of intelligence assessments and the provision of alerts relating to goods and people crossing the border. The change in appropriation reflects fiscally neutral adjustments based on updated expenditure trends and cost changes associated with changes in revenue from third parties.
D3 Clearance of International Passengers, Crew and Craft	19,067	-	894	-	19,961	-	The clearance of the international passengers, crew and craft arriving in and departing from New Zealand. The change in appropriation reflects fiscally neutral adjustments based on updated expenditure trends and cost changes associated with changes in revenue from third parties.
D4 Compliance Checking of Import, Export and Excise Transactions	20,491	-	77	-	20,568	-	The validation, compliance checking and audit of all imports, exports and excise transactions. The change in appropriation reflects fiscally neutral adjustments based on updated expenditure trends and cost changes associated with changes in revenue from third parties.
D5 Revenue Collection, Accounting and Debt Management	2,645	-	(159)	-	2,486	-	The receipts and processing of import tariffs, goods and services tax and excise duty on fuel, tobacco and alcohol, and associated drawbacks and refunds. The change in appropriation reflects fiscally neutral adjustments based on updated expenditure trends and cost changes associated with changes in revenue from third parties.

D6 Surveillance, Search and Containment	3,695	-	(201)	-	3,494	-	The search and containment of craft, and surveillance of airports, waterfronts, and coastlines. The change in appropriation reflects fiscally neutral adjustments based on updated expenditure trends and cost changes associated with changes in revenue from third parties.
D7 Investigation of Offences	6,830	-	(95)	-	6,735	-	The proactive and reactive investigation of Customs and other offences. The change in appropriation reflects fiscally neutral adjustments based on updated expenditure trends and cost changes associated with changes in revenue from third parties.
D8 Prosecutions and Civil Proceedings	979	-	(199)	-	780	-	The prosecution of offences and civil proceedings relating to the hearing of applications for the release of seized goods. The change in appropriation reflects fiscally neutral adjustments based on updated expenditure trends and cost changes associated with changes in revenue from third parties.
D9 Technical Advisory Services	2,158	-	279	-	2,437	-	Customs rulings on tariff and excise classifications, concession interpretations, origin qualification and general advice to business. The change in appropriation reflects fiscally neutral adjustments based on updated expenditure trends and cost changes associated with changes in revenue from third parties.
Total Appropriations for Departmental Output Classes (Mode B Gross)	60,497	-	810	-	61,307	-	
Other Expenses to be Incurred by the Crown							
Refunds/Drawbacks of Customs Duty (see note 2)	-	25,500	-	-	-	25,500	New Zealand Customs Service refunds duties payable under the Tariff Act 1988 in particular circumstances set out in the Customs and Excise Act 1996. These include duties paid in error and duties paid on goods which are subsequently found to be faulty, damaged or pillaged. Drawback of duty is payable on imported goods which are subsequently re-exported.
Refunds/Drawbacks of Excise Duty (see note 2)	-	9,500	-	(5,000)	-	4,500	Excise duty refunds made primarily for remission of penalty duty and refund of excise duty for goods entered for home consumption and subsequently exported. The decrease in appropriation is primarily due to the increased accuracy of declarations.
Refunds/Drawbacks of Goods and Services Tax (see note 3)	-	200	-	-	-	200	Refund of GST paid on imports by persons not registered as GST taxpayers, in the same circumstances as refunds/drawbacks of Customs duties are made.

Part B1 - Details of 1999/2000 Appropriations (continued)

Appropriations	1999/2000						Purpose of and Reasons for Change in 1999/2000 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Other Expenses to be Incurred by the Crown - cont'd							
World Customs Organisation	44	-	3	-	47	-	New Zealand's contribution to the operating budget of the WCO. The increase in appropriation is due to an unfavourable currency exchange rate movement.
Total Appropriations for Other Expenses to be Incurred by the Crown	44	35,200	3	(5,000)	47	30,200	
Total Appropriations	60,541	35,200	813	(5,000)	61,354	30,200	

Part F - Crown Revenue and Receipts

Part F1 - Current and Capital Revenue and Receipts

	1999/2000			Explanation of 1999/2000 Crown Revenue
	Main Estimates	Supplementary Estimates	Total Budgeted	
	\$000	\$000	\$000	
Current Revenue				
Tax Revenue				
Customs Duty	592,500	58,000	650,500	Customs duty is duty to which imported goods are subject under the Tariff Act 1988.
Excise Duty	2,032,500	(102,000)	1,930,500	Excise duty is imposed under the Customs and Excise Act 1996 on alcohol products, tobacco and tobacco products and petroleum products.
Goods and Services Tax	3,177,200	458,000	3,635,200	GST is imposed on imported goods under sections 12 and 13 of the Goods and Services Tax Act 1985.
Total Tax Revenue	5,802,200	414,000	6,216,200	
Non-Tax Revenue				
Sale of Seized Goods	700	-	700	Proceeds from the disposal of goods forfeited to the Crown, to recover non-payment or short payment of duties or for other illegalities.
Total Non-Tax Revenue	700	-	700	
Total Current Revenue	5,802,900	414,000	6,216,900	
Total Crown Revenue and Receipts	5,802,900	414,000	6,216,900	