

# VOTE *Transport*

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## Terms and Definitions Used

<b>ICAO</b>	International Civil Aviation Organisation
<b>MVR</b>	Motor Vehicle Registration
<b>NRP</b>	National Roding Programme
<b>RCA</b>	Road controlling authorities

## Footnotes

<b>Note 1</b>	Appropriation numbers in Part B are inclusive of GST (where applicable).
<b>Note 2</b>	Expenses incurred pursuant to section 10 of the Transit New Zealand Act 1989

# 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 (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	
<b>Operating Flows</b>					
Classes of Outputs to be Supplied	66,600	-	57,545	784,015	908,160
Benefits and Other Unrequited Expenses	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	615	53,150	53,765
<b>Capital Flows</b>					
Capital Contributions	-	-	1,376	-	1,376
Purchase or Development of Capital Assets	-	-	-	238,308	238,308
Repayment of Debt	-	-	-	-	-
<b>Total Appropriations for 1999/2000</b>	<b>66,600</b>	<b>-</b>	<b>59,536</b>	<b>1,075,473</b>	<b>1,201,609</b>
<b>Total 1999/2000 Main Estimates Appropriations</b>	<b>65,078</b>	<b>-</b>	<b>59,468</b>	<b>1,034,250</b>	<b>1,158,796</b>

## 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	
<b>Departmental Output Classes (Mode B Gross)</b>							
D1 Policy Advice	8,897	-	158	-	9,055	-	Purchase of policy advice that promotes a safe sustainable transport system at reasonable cost. Ministerial services. Advice on international transport matters that affect New Zealand. Bilateral air service negotiations. Resources were reallocated from the Contract Management departmental output class in the Supplementary Estimates.
D2 Motor Vehicle Registry and Revenue Management	54,690	-	1,522	-	56,212	-	Purchase of an administrative and accounting service for the collection and refund of motor vehicle registration and licensing fees, road user distance/weight and time licences and fuel excise duty paid into the National Roads Fund. The increase in appropriation results from higher volumes of transactions processed, and has been partially funded by a fiscally neutral transfer of \$277,000 from Transfund New Zealand's appropriations.
D3 Airport Operation and Administration	117	-	-	-	117	-	Commercial operation of Milford Sound aerodrome.
D4 Contract Management	889	-	(158)	-	731	-	Management on the Minister's behalf of contracts and agreements with transport Crown entities. 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 in the Supplementary Estimates.
D5 Road Management Policy	485	-	-	-	485	-	Purchase of advice on the policy, legislation and implementation of changes to the management and funding of New Zealand's roading system.
<b>Total Appropriations for Departmental Output Classes (Mode B Gross)</b>	65,078	-	1,522	-	66,600	-	

Non-Departmental Output Classes							
O1 Maritime Safety Regulation and Monitoring	3,561	-	-	-	3,561	-	Provision of safety support services to shipping, including navigational aids and distress radio, and promoting compliance through surveillance of ships in New Zealand waters.
O2 Policy Advice: Civil Aviation	3,201	-	-	-	3,201	-	Provision of policy advice on civil aviation safety and security, development of safety standards, review of legislation, and administration of New Zealand's participation in Civil Aviation Organisation (ICAO) and other safety and security-related agreements.
O3 Search and Rescue Class III: Civil Aviation	1,462	-	-	-	1,462	-	Purchase of a search and rescue coordination service, including follow-up inquiries and reporting, associated with Class III searches and rescues undertaken.
O4 Drug and Alcohol Assessments: Land Transport	210	-	68	-	278	-	Purchase of drug and alcohol assessments of disqualified drivers who present themselves for assessment. The increase in appropriation results from increased demand for assessments.
O5 Grants Management: Land Transport	3,124	-	-	-	3,124	-	Provision of grants management, including assistance and advice to local authorities, road safety coordinators, iwi and community groups.
O6 Licensing: Land Transport	6,750	-	-	-	6,750	-	Purchase of driver licence services, for costs not met from user fees, for issuing licences to existing licence holders.
O7 Policy Advice: Land Transport	4,541	-	-	-	4,541	-	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.
O8 Safety Audit: Land Transport	973	-	-	-	973	-	Purchase of specialist audit services on land transport activities, including crash investigation and monitoring, auditing of Road controlling authorities (RCAs) to ensure compliance with road and traffic standards and guidelines, and legal action to enforce legislation.
O9 Safety Information and Promotion : Land Transport	17,326	-	-	-	17,326	-	Promotion of safety information, including publications and educational resource materials, and the promotion of road safety by the use of advertising and publicity.
O10 Reporting on Accident or Incident Investigations	1,672	-	-	-	1,672	-	Investigation and reporting on aviation, rail and marine accidents and incidents in New Zealand. Representing New Zealand at investigations conducted by other countries when appropriate.

## 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	
<b>Non-Departmental Output Classes – cont'd</b>							
O11 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.
O12 Advisory Services: Transfund (see note 2)	-	3,600	-	(955)	-	2,645	Provision of advisory services on key issues relating to the funding of the National Rooding Programme (NRP), transportation issues and legislative requirements. The appropriation has been reduced as a result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the approved 1999/2000 NRP, and changes to Crown revenues and refunds.
O13 Contract Management: Transfund (see note 2)	-	6,900	-	3,110	-	10,010	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. The appropriation has been increased as a result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the approved 1999/2000 NRP, and changes to Crown revenues and refunds.
O14 Efficient Alternatives to Rooding: Transfund (see note 2)	-	1,400	-	(837)	-	563	Provision of services that provide efficient alternatives to rooding, including bus, rail or ferry services, for both freight and passenger transport. The appropriation has been reduced as a result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the approved 1999/2000 NRP, and changes to Crown revenues and refunds.

O15 Maintenance and Expensed Road Construction (Local Roads): Transfund (see note 2)	-	354,206	-	5,637	-	359,843	Purchase of the maintenance, construction and rehabilitation of local roads, as specified in the NRP. The appropriation has been increased as a result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the approved 1999/2000 NRP, and changes to Crown revenues and refunds.
O16 Maintenance and Expensed Road Construction (State Highways): Transfund (see note 2)	-	350,651	-	8,509	-	359,160	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. The appropriation has been increased as a result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the approved 1999/2000 NRP, and changes to Crown revenues and refunds.
O17 Passenger Transport Community Services: Transfund (see note 2)	-	41,300	-	2,537	-	43,837	Purchase of community passenger transport services which are not efficient alternatives to roading or social services. The appropriation has been increased as a result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the approved 1999/2000 NRP, and changes to Crown revenues and refunds.
O18 Passenger Transport Social Services: Transfund (see note 2)	-	8,900	-	(943)	-	7,957	Purchase of services for the transport disadvantaged, including the carriage of passengers by bus, rail and paratransit for health, education and social welfare purposes. The appropriation has been reduced as a result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the approved 1999/2000 NRP, and changes to Crown revenues and refunds.
<b>Total Appropriations for Non-Departmental Output Classes</b>	57,477	766,957	68	17,058	57,545	784,015	
<b>Other Expenses to be Incurred by the Crown</b>							
Fuel Excise Duty Refunds (see note 2)	-	18,000	-	4,500	-	22,500	Refunds of fuel excise duty for off-road usage. The increase in appropriation is the result of revised projections arising from changed economic forecasts.
International Civil Aviation Organisation (see note 2)	320	-	25	-	345	-	Membership subscription to this organisation. The increase in appropriation reflects the strengthening in the value of the United States dollar against the New Zealand dollar; and was refunded by a fiscally neutral transfer from the appropriation for the World Meteorological Organisation membership.
International Maritime Organisation	60	-	-	-	60	-	Membership subscription to this organisation.
Motor Vehicle Registration Refunds (see note 2)	-	650	-	-	-	650	Refunds of MVR fees as a result of motor vehicles being withdrawn from service.

## 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	
<b>Other Expenses to be Incurred by the Crown – cont'd</b>							
Road User Charges Refunds (see note 2)	-	28,000	-	2,000	-	30,000	Refund of unused portion of RUC licence fees, mainly through off-road running. The increase in appropriation is the result of revised projections arising from changed economic forecasts.
World Meteorological Organisation	235	-	(25)	-	210	-	Membership subscription to this organisation. This appropriation was reduced by a fiscally neutral transfer to the appropriation for the ICAO membership.
<b>Total Appropriations for Other Expenses to be Incurred by the Crown</b>	615	46,650	-	6,500	615	53,150	
<b>Capital Contributions to Other Persons or Organisations</b>							
Land Transport Safety Authority	1,376	-	-	-	1,376	-	This capital injection enabled LTSA to complete the development of a new driver licensing system.
<b>Total Appropriations for Capital Contributions to Other Persons or Organisations</b>	1,376	-	-	-	1,376	-	



<b>Purchase or Development of Capital Assets by the Crown</b>							
Roading Capital Improvements: Transfund	-	200,883	-	22,350	-	223,233	Construction and improvement of the State highway network. The net increase in the appropriation is the result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the approved 1999/00 NRP, and changes to Crown revenues and refunds (\$22,627,000). A fiscally neutral transfer of \$277,000 was made to the Motor Vehicle Registry and Revenue Management departmental output class to enable demand-driven costs of the costs of the Motor Vehicle Registry and Revenue Management Business to be met.
Roading Replacement: Transfund	-	19,760	-	(4,685)	-	15,075	Pavement rehabilitation (restoration of pavement strength) of the State highway network, including seal widening. The appropriation has been reduced as a result of a fiscally neutral transfer between Transfund's output classes to bring this appropriation in line with the approved 1999/2000 NRP, and changes to Crown revenues and refunds.
<b>Total Appropriations for Purchase or Development of Capital Assets by the Crown</b>	-	220,643	-	17,665	-	238,308	
<b>Total Appropriations</b>	124,546	1,034,250	1,590	41,223	126,136	1,075,473	

## Part F - Crown Revenue and Receipts

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

	1999/2000			Explanation of 1999/2000 Crown Revenue
	Main Estimates \$000	Supplementary Estimates \$000	Total Budgeted \$000	
<b>Current Revenue</b>				
Tax Revenue				
Motor Vehicle Registration	170,000	10,000	180,000	Fees based on vehicle ownership; types of vehicles include cars, trucks, and trailers. Expected revenue has been increased as a result of changes to economic forecasts.
Road User Charges	529,000	16,000	545,000	Usage-based charges levied on operators of heavy trucks, and vehicles using fuels other than petrol. Expected revenue has been increased as a result of changes to economic forecasts.
Total Tax Revenue	699,000	26,000	725,000	
Non-Tax Revenue				
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	5,500	500	6,000	Sale of duplicate MVR certificates and associated information. Expected revenue has been increased as a result of a projected increase in the volume of new registrations.
Total Non-Tax Revenue	5,510	500	6,010	
<b>Total Current Revenue</b>	<b>704,510</b>	<b>26,500</b>	<b>731,010</b>	

## Part F1 - Current and Capital Revenue and Receipts (continued)

	1999/2000			Explanation of 1999/2000 Crown Revenue
	Main Estimates \$000	Supplementary Estimates \$000	Total Budgeted \$000	
<b>Capital Receipts</b>				
Repayment of Capital from Crown Entities	2,800	-	2,800	This item represented the repayment of a temporary working capital injection by the Land Transport Safety Authority.
Sale of Airports	801	-	801	Repayment of a loan made in 1997/98 to the Tauranga District Council to assist that Council to fund the purchase of the Crown's share in the Tauranga joint venture airport.
<b>Total Capital Receipts</b>	3,601	-	3,601	
<b>Total Crown Revenue and Receipts</b>	708,111	26,500	734,611	

