

# *Vote Transport*

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APPROPRIATION MINISTER(S): Minister of Transport (M72)

APPROPRIATION ADMINISTRATOR: Ministry of Transport

RESPONSIBLE MINISTER FOR MINISTRY OF TRANSPORT: Minister of Transport

# Details of Appropriations and Capital Injections

## Annual Appropriations and Forecast Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Departmental Output Expenses</b>			
<b>Fuel Excise Duty Refund Administration (M72)</b> This appropriation is limited to the receipt and processing of applications for, and the refunding of, Fuel Excise Duty.	799	-	799
<b>Milford Sound / Piopiotahi Aerodrome Operation and Administration (M72)</b> This appropriation is limited to the operation of Milford Sound/Piopiotahi aerodrome to provide a safe and efficient airport.	325	63	388
<b>Search and Rescue Activity Coordination PLA (M72)</b> The estimated amount to be spent on the coordination of search and rescue activities as authorised by section 9(1) of Land Transport Management Act 2003.	2,350	356	2,706
<b>Search and Rescue Training and Training Coordination (M72)</b> This appropriation is limited to search and rescue training and training coordination.	-	800	800
<b>Total Departmental Output Expenses</b>	3,474	1,219	4,693
<b>Departmental Capital Expenditure</b>			
<b>Ministry of Transport - Capital Expenditure PLA (M72)</b> This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Transport, as authorised by section 24(1) of the Public Finance Act 1989.	2,105	(1,185)	920
<b>Total Departmental Capital Expenditure</b>	2,105	(1,185)	920
<b>Non-Departmental Output Expenses</b>			
<b>Accident or Incident Investigation and Reporting (M72)</b> This appropriation is limited to inquiries, investigations and activities in accordance with the Transport Accident Investigation Commission Act 1990.	5,520	-	5,520
<b>Crash Analysis (M72)</b> This appropriation is limited to operating the Crash Analysis System and performing associated crash analysis and research activities.	775	-	775
<b>Health and Safety at Work Activities - Civil Aviation (M72)</b> This appropriation is limited to health and safety activities for the civil aviation sector, for which the Civil Aviation Authority has designated responsibility.	1,156	-	1,156
<b>Health and Safety at Work Activities - Maritime (M72)</b> This appropriation is limited to health and safety activities for the maritime sector, for which Maritime New Zealand has designated responsibility.	6,191	155	6,346
<b>Licensing Activities (M72)</b> This appropriation is limited to land transport licensing services, including driver licensing, not met by user fees.	2,550	2,686	5,236
<b>Maritime Port Security (M72)</b> This appropriation is limited to standby screening and searching services at ports.	145	-	145
<b>Ministerial Servicing by the New Zealand Transport Agency (M72)</b> This appropriation is limited to Ministerial servicing by the New Zealand Transport Agency.	548	-	548

Titles and Scopes of Appropriations by Appropriation Type	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>National Land Transport Programme PLA (M72)</b> The estimated amount to be spent on activities under the National Land Transport Programme, as authorised by section 9 (3) and (4) of the Land Transport Management Act 2003.	2,332,000	507,900	2,839,900
<b>Rail - Maintaining an Electric Locomotive Fleet (M72)</b> This appropriation is limited to maintaining the operation of the existing electric locomotive fleet.	-	<b>8,500</b>	8,500
<b>Road User Charges Investigation and Enforcement (M72)</b> This appropriation is limited to investigating evasion and enforcing of Road User Charges.	3,779	-	3,779
<b>Road User Charges Refunds (M72)</b> This appropriation is limited to the processing of Road User Charge refunds.	450	-	450
<b>Search and Rescue Activities (M72)</b> This appropriation is limited to the purchase of search and rescue activities and a search and rescue coordination service, including follow-up inquiries and reporting, associated with the searches and rescues undertaken.	3,231	-	3,231
<b>Search and Rescue and Recreational Boating Safety Activities PLA (M72)</b> The estimated amount to be spent in relation to search and rescue and recreational boating safety activities, as authorised under Section 9 (1) of the Land Transport Management Act 2003.	9,564	737	10,301
<b>SuperGold Card - Administration of the Public Transport Concessions Scheme (M72)</b> This appropriation is limited to the administration costs of the scheme to provide enhanced public transport concessions for SuperGold cardholders.	95	-	95
<b>Weather Forecasts and Warnings (M72)</b> This appropriation is limited to severe-weather warnings and a level of weather forecast services for land, coastal waters and oceanic areas for which New Zealand has international responsibility.	23,949	-	23,949
<b>Total Non-Departmental Output Expenses</b>	2,389,953	519,978	2,909,931
<b>Non-Departmental Other Expenses</b>			
<b>Bad Debt Provision - Motor Vehicle Registration/Licences and Road User Charges (M72)</b> This appropriation is limited to provision for bad debts that arise from non payment of motor vehicle registrations and road user charges.	4,000	<b>3,500</b>	7,500
<b>Membership of International Organisations (M72)</b> This appropriation is limited to non-discretionary payments to international transport related organisations.	743	-	743
<b>Rail - Public Policy Projects (M72)</b> This appropriation is limited to public policy rail initiatives.	3,270	-	3,270
<b>Rail - Railway Safety (M72)</b> This appropriation is limited to public safety works.	500	-	500
<b>SuperGold Card - public transport concessions for cardholders (M72)</b> This appropriation is limited to providing enhanced public transport concessions for SuperGold cardholders.	29,320	<b>259</b>	29,579
<b>Urban Cycleways - Local Routes (M72)</b> This appropriation is limited to expenses incurred on the investigation, design and construction of urban cycleways that will become the responsibility of local authorities.	14,750	<b>4,340</b>	19,090
<b>Total Non-Departmental Other Expenses</b>	52,583	8,099	60,682

Titles and Scopes of Appropriations by Appropriation Type	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Non-Departmental Capital Expenditure</b>			
<b>Auckland City Rail Link (M72)</b> This appropriation is limited to the Crown's share of the total project costs of the Auckland City Rail Link.	234,000	(153,000)	81,000
<b>Auckland Transport Package Loan (M72)</b> This appropriation is limited to a loan to the New Zealand Transport Agency to accelerate projects in the Auckland Transport Package.	14,800	22,000	36,800
<b>Joint Venture Airports (M72)</b> This appropriation is limited to enhancements to joint venture airport terminals, facilities and runways and the Crown's share of operating losses.	500	(500)	-
<b>National Land Transport Programme Capital PLA (M72)</b> The estimated amount to be spent on capital works under the National Land Transport Programme, as authorised by section 9 (3) and (4) of the Land Transport Management Act 2003.	1,253,000	(183,000)	1,070,000
<b>NLTF Borrowing Facility for Short-Term Advances (M72)</b> This appropriation is limited to short-term advances to the New Zealand Transport Agency to manage variations between cash outlays from and flows of hypothecated revenue into the National Land Transport Fund, with the maximum amount of such advances at any one time not exceeding \$250 million.	500,000	-	500,000
<b>Rail - KiwiRail Equity Injection (M72)</b> This appropriation is limited to equity injections to KiwiRail Holdings Limited offset by property transactions in New Zealand Railways Corporation.	18,200	10,000	28,200
<b>Rail - KiwiRail Holdings Limited (M72)</b> This appropriation is limited to a capital injection to KiwiRail Holdings Limited to finance approved capital expenditure on the New Zealand rail system.	230,000	-	230,000
<b>Rail - KiwiRail Holdings Limited Loans (M72)</b> This appropriation is limited to loans to KiwiRail Holdings Limited to fund capital projects and provide working capital.	163,500	-	163,500
<b>Rail - Wellington Metro Rail Network Upgrade (M72)</b> The appropriation is limited to catch up investment in the Wellington metro rail network which will enable sustainable operation of the network through the Metro Rail Operating model.	50,000	(7,104)	42,896
<b>Regional State Highways (M72)</b> This appropriation is limited to the investigation, design and construction of regional State highways.	35,063	(1,663)	33,400
<b>Reinstatement of South Island Main North Line (M72)</b> This appropriation is limited to the reinstatement of the earthquake-damaged Picton to Christchurch rail corridor.	145,000	60,000	205,000
<b>Urban Cycleways - Crown Assets (M72)</b> This appropriation is limited to capital expenditure on the investigation, design and construction of urban cycleways that will become Crown assets.	250	280	530
<b>Total Non-Departmental Capital Expenditure</b>	2,644,313	(252,987)	2,391,326
<b>Multi-Category Expenses and Capital Expenditure</b>			
<b>Policy Advice and Related Outputs MCA (M72)</b> The overarching purpose of this appropriation is to provide policy advice and other support to Ministers in discharging their policy decision-making and other portfolio responsibilities.	35,448	3,433	38,881
<b>Departmental Output Expenses</b>			
<b>Governance and Performance Advice on Crown Agencies</b> This category is limited to monitoring of and advice on the governance, performance and capability of transport Crown agencies.	3,000	431	3,431

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>			
<i>Ministerial Servicing</i> This category is limited to services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities.	2,000	-	2,000
<i>Policy Advice</i> This category is limited to the provision of advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by Ministers on government policy matters relating to transport.	30,448	3,002	33,450
<b>Policy Advice and Related Outputs - Civil Aviation MCA (M72)</b> The overarching purpose of this appropriation is to regulate civil aviation and enhance aviation safety in New Zealand.	2,579	-	2,579
<b>Non-Departmental Output Expenses</b>			
<i>International Relations and International Civil Aviation Organization Obligations</i> This category is limited to technical information and advice in relation to international matters affecting New Zealand aviation, to ensure the Minister's obligations in relation to international civil aviation agreements are met, and to promote the development of New Zealand aviation in the international context.	685	-	685
<i>Ministerial Servicing - Civil Aviation</i> This category is limited to services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities.	431	-	431
<i>Policy Advice - Civil Aviation</i> This category is limited to the provision of advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by Ministers on government policy matters relating to civil aviation.	663	-	663
<b>Non-Departmental Other Expenses</b>			
<i>Improving Safety in the Aviation Sector</i> This category is limited to the investigation, determining compliance, and enforcement of safety in the aviation sector.	800	-	800
<b>Policy Advice and Related Outputs - Maritime MCA (M72)</b> The overarching purpose of this appropriation is to regulate and enhance safety in New Zealand's maritime environment.	6,191	74	6,265
<b>Non-Departmental Output Expenses</b>			
<i>Maritime Incident Response</i> This category is limited to building capability to respond to complex maritime pollution incidents.	764	74	838
<i>Maritime Safety and Marine Protection Services</i> This category is limited to the development and delivery of regulatory services which are the responsibility of Maritime New Zealand under legislation	2,078	-	2,078
<i>Policy Advice - Maritime</i> This category is limited to the provision of advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision making by ministers on government policy matters and Ministerial servicing.	3,349	-	3,349
<b>Reinstatement of the South Island Transport Corridors MCA (M72)</b> The overarching purpose of this appropriation is to deliver the outcome of reinstated transport corridors between Picton and Christchurch.	236,863	(77,151)	159,712
<b>Non-Departmental Output Expenses</b>			
<i>Restoration of State Highway 1 between Picton and Christchurch</i> This category is limited to the restoration of State Highway 1 between Picton and Christchurch.	35,000	(1,540)	33,460

Titles and Scopes of Appropriations by Appropriation Type	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Non-Departmental Capital Expenditure</b>			
<i>Rebuild of State Highway 1 between Picton and Christchurch</i> This category is limited to the rebuild and improvement of State Highway 1 between Picton and Christchurch.	201,863	(75,611)	126,252
<b>Tuawhenua Provincial Growth Fund - Transport Projects MCA (M72)</b> The single overarching purpose of this appropriation is to achieve the outcome of a lift in the productivity potential in the regions through transport-related projects and studies that enable regions to be well connected from an economic and social perspective.	-	<b>58,187</b>	58,187
<b>Non-Departmental Output Expenses</b>			
<i>Supporting Regional and Infrastructure Projects</i> This category is limited to supporting transport-related regional economic development initiatives.	-	4,357	4,357
<b>Non-Departmental Other Expenses</b>			
<i>Enabling Infrastructure Projects</i> This category is limited to expenses incurred on local transport-related infrastructure projects that contribute to the outcome of a lift in the productivity potential in the regions.	-	25,880	25,880
<i>Regional Projects and Capability</i> This category is limited to supporting regional development through transport-related projects, capability building, and feasibility studies for potential transport-related projects.	-	9,550	9,550
<b>Non-Departmental Capital Expenditure</b>			
<i>Infrastructure Projects</i> This category is limited to capital expenditure for transport-related infrastructure projects that contribute to the outcome of a lift in the productivity potential in the regions.	-	11,000	11,000
<i>Rail Projects</i> This category is limited to a capital injection to KiwiRail Holdings Limited to finance approved rail-related projects that contribute to the outcome of a lift in the productivity potential in the regions.	-	7,400	7,400
<b>Total Multi-Category Expenses and Capital Expenditure</b>	281,081	(15,457)	265,624
<b>Total Annual Appropriations and Forecast Permanent Appropriations</b>	5,373,509	259,667	5,633,176

## Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Other Expenses</b>		
<b>Housing Infrastructure Fund - Fair Value Write Down (M72)</b> This appropriation is limited to the expense incurred in the fair-value write down of interest-free loans from the Housing Infrastructure Fund to the New Zealand Transport Agency.  Commences: 01 July 2018  Expires: 30 June 2020	Original Appropriation Adjustments to 2017/18 Adjustments for 2018/19 Adjusted Appropriation Actual to 2017/18 Year End Estimated Actual for 2018/19 Estimate for 2019/20 Estimated Appropriation Remaining	122,230 - - 122,230 - 122,230 - -

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Capital Expenditure</b>		
<b>Housing Infrastructure Fund Loans (M72)</b> This appropriation is limited to interest-free loans from the Housing Infrastructure Fund of a duration of ten years or under to New Zealand Transport Agency to finance the transport infrastructure needed to unlock residential development.  Commences: 01 July 2018  Expires: 30 June 2023	Original Appropriation	357,000
	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
	Adjusted Appropriation	357,000
	Actual to 2017/18 Year End	-
	Estimated Actual for 2018/19	19,686
	Estimate for 2019/20	41,536
	Estimated Appropriation Remaining	295,778
<b>Joint Venture Airports - Crown Contribution (M72)</b> This appropriation is limited to enhancements to joint venture airport terminals and runways and the Crown's share of operating losses.  Commences: 01 July 2018  Expires: 30 June 2023	Original Appropriation	2,500
	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
	Adjusted Appropriation	2,500
	Actual to 2017/18 Year End	-
	Estimated Actual for 2018/19	500
	Estimate for 2019/20	500
	Estimated Appropriation Remaining	1,500

## Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	5,373,509	259,667	5,633,176
Total Forecast MYA Non-Departmental Other Expenses	-	122,230	122,230
Total Forecast MYA Non-Departmental Capital Expenditure	-	20,186	20,186
<b>Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations</b>	<b>5,373,509</b>	<b>402,083</b>	<b>5,775,592</b>

## Capital Injection Authorisations

	2018/19		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Ministry of Transport - Capital Injection (M72)	-	-	-

# Supporting Information

## Part 1 - Vote as a Whole

### 1.2 - Trends in the Vote

#### Summary of Financial Activity

	2018/19				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
<b>Appropriations</b>					
Output Expenses	2,393,427	1,219	519,978	521,197	2,914,624
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	52,583	-	130,329	130,329	182,912
Capital Expenditure	2,646,418	(1,185)	(232,801)	(233,986)	2,412,432
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	78,418	3,433	2,891	6,324	84,742
<i>Other Expenses</i>	800	-	35,430	35,430	36,230
<i>Capital Expenditure</i>	201,863	N/A	(57,211)	(57,211)	144,652
<b>Total Appropriations</b>	5,373,509	3,467	398,616	402,083	5,775,592
<b>Crown Revenue and Capital Receipts</b>					
Tax Revenue	1,664,913	N/A	170,819	170,819	1,835,732
Non-Tax Revenue	10,060	N/A	-	-	10,060
Capital Receipts	18,200	N/A	10,000	10,000	28,200
<b>Total Crown Revenue and Capital Receipts</b>	1,693,173	N/A	180,819	180,819	1,873,992

## Part 2 - Details of Departmental Appropriations

### 2.1 - Departmental Output Expenses

#### Fuel Excise Duty Refund Administration (M72)

##### *Scope of Appropriation*

This appropriation is limited to the receipt and processing of applications for, and the refunding of, Fuel Excise Duty.

##### *How Performance will be Assessed and End of Year Reporting Requirements*

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Average number of days to deliver	New measure	Within 20 working days	Within 20 working days
Average number of days taken to receive all FED claims, audit, process and pay FED refunds	Within 20 working days	No longer a measure	No longer a measure

#### Milford Sound / Piopiotahi Aerodrome Operation and Administration (M72)

##### *Scope of Appropriation*

This appropriation is limited to the operation of Milford Sound/Piopiotahi aerodrome to provide a safe and efficient airport.

##### *Reasons for Change in Appropriation*

This appropriation increased by \$63,000 to \$388,000 for 2018/19 due to higher revenue from increased volume of landings, and associated costs.

#### Search and Rescue Activity Coordination PLA (M72)

##### *Scope of Appropriation*

The estimated amount to be spent on the coordination of search and rescue activities as authorised by section 9(1) of Land Transport Management Act 2003.

##### *Reasons for Change in Appropriation*

This appropriation increased by \$356,000 to \$2.706 million for 2018/19 due to a carry forward from 2017/18 to 2018/19 relating to delays in implementing new search and rescue related technology, and prevention activities.

## Search and Rescue Training and Training Coordination (M72)

### *Scope of Appropriation*

This appropriation is limited to search and rescue training and training coordination.

### *Expenses and Revenue*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	800	800
Revenue from the Crown	-	-	-
Revenue from Others	-	800	800

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve effective management and purchase of the delivery of search and rescue skill acquisition training for people operating in the search and rescue sector.

### *How Performance will be Assessed and End of Year Reporting Requirements*

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Performance Measures			
Percentage of planned search and rescue training courses that are delivered	New measure	80%	80%

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Ministry of Transport in its annual report.

### *Reasons for Change in Appropriation*

This appropriation increased by \$800,000 to \$800,000 for 2018/19 to allow the Ministry of Transport to provide search and rescue training. This output is funded by revenue from the Tertiary Education Commission.

## 2.3 - Departmental Capital Expenditure and Capital Injections

### Ministry of Transport - Capital Expenditure PLA (M72)

#### *Scope of Appropriation*

This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Transport, as authorised by section 24(1) of the Public Finance Act 1989.

#### *Capital Expenditure*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	305	600	905
Intangibles	1,800	(1,785)	15
Other	-	-	-
<b>Total Appropriation</b>	<b>2,105</b>	<b>(1,185)</b>	<b>920</b>

#### *Reasons for Change in Appropriation*

This appropriation decreased by \$1.185 million to \$920,000 for 2018/19 mostly due to a financial management system being implemented in 2018/19 being treated as operating expenditure, rather than capital expenditure as originally forecast. The accounting treatment for this project was confirmed in late 2017/18. The Ministry of Transport is relocating to new premises after being in temporary accommodation since the November 2016 Kaikōura earthquake. Property, plant and equipment expenditure is required as part of the new accommodation fitout.

## Part 3 - Details of Non-Departmental Appropriations

### 3.1 - Non-Departmental Output Expenses

#### Health and Safety at Work Activities - Maritime (M72)

##### *Scope of Appropriation*

This appropriation is limited to health and safety activities for the maritime sector, for which Maritime New Zealand has designated responsibility.

##### *Reasons for Change in Appropriation*

This appropriation increased by \$155,000 to \$6.346 million for 2018/19 due to a carry forward from 2017/18 to 2018/19 to fund outstanding legal issues in relation to Maritime New Zealand's regulatory obligations under the Health and Safety at Work Act.

#### Licensing Activities (M72)

##### *Scope of Appropriation*

This appropriation is limited to land transport licensing services, including driver licensing, not met by user fees.

##### *Components of the Appropriation*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Older driver licence holder subsidy	1,445	-	1,445
Drug and alcohol assessment costs	1,030	-	1,030
Driver licence stop orders	75	-	75
Better Public Services seed funding	-	2,686	2,686
<b>Total</b>	2,550	2,686	5,236

##### *Reasons for Change in Appropriation*

This appropriation increased by \$2.686 million to \$5.236 million for 2018/19 due to a carry forward from 2017/18 to 2018/19 in relation to funding from the Better Public Services seed fund. This funding was for the development of app based learning tools to support progression through the licensing system and the development of safe driving skills. Delays in procurement impacted the starting of this initiative in 2017/18.

## National Land Transport Programme PLA (M72)

### Scope of Appropriation

The estimated amount to be spent on activities under the National Land Transport Programme, as authorised by section 9 (3) and (4) of the Land Transport Management Act 2003.

### Components of the Appropriation

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Funding	2,332,000	507,900	2,839,900
<b>Made up of expenditure on the following activities</b>			
Investment Management	60,500	2,100	62,600
Road Safety Promotion	38,500	9,400	47,900
Walking and Cycling	42,000	13,000	55,000
Public Transport	405,823	89,177	495,000
Local Road Maintenance	610,800	111,200	722,000
State Highway Maintenance	455,307	(40,907)	414,400
Local Road Improvements	177,000	68,000	245,000
State Highway Improvements	502,070	231,930	734,000
Regional Improvements	40,000	(1,000)	39,000
Transitional Rail	-	25,000	25,000

### How Performance will be Assessed and End of Year Reporting Requirements

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Investment Management</b>			
Total cost of managing the funding allocation system as a percentage of the National Land Transport Programme expenditure	1%	0.1% or less	1.1% or less
<b>Road Safety Promotion</b>			
Percentage of road safety advertising campaigns that meet or exceed their agreed success criteria	75% or greater	5%	80% or greater
<b>State Highway Improvements</b>			
Productivity of the state highway network in major metropolitan areas (Auckland, Wellington and Christchurch - AM peak)	Auckland: 59%, Wellington: 63%, Christchurch: 33%	No longer a measure	No longer a measure
<b>Local Road Maintenance</b>			
Surface condition of the sealed network (100-CI) (average of index for the whole of the network)	97% or greater	No longer a measure	No longer a measure

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Percentage of the sealed local road network that meets surface condition targets	New measure	98% or greater	98% or greater
Pavement integrity of the sealed network (100-PII) (average of index for the whole of the network)	94% or greater	No longer a measure	No longer a measure
Percentage of the sealed local road network that meets pavement integrity targets	New measure	94% or greater	94% or greater
Local road maintenance cost per lane km expenditure (in real terms) by road classification	\$3,000 or less	No longer a measure	No longer a measure
Local road maintenance cost per local road lane km delivered	New measure	3,000 or less	3,000 or less
<b>State Highway Maintenance</b>			
Smooth ride: Percentage of travel on network classed as smooth	New measure	97% or greater	97% or greater
Smooth ride - percentage of travel on smooth roads	98% or greater	No longer a measure	No longer a measure
State highway maintenance cost per lane km expenditure (in real terms) by road classification	\$19,000-\$21,400	No longer a measure	No longer a measure
State highway maintenance cost per lane km delivered	New measure	\$21,500 - \$24,000	\$21,500 - \$24,000
<b>Public Transport</b>			
Number of passengers using urban public transport services (bus, train, ferry)	156 million or greater	8 million	164 million or greater
Fare revenue as a percentage of total expenditure	Greater than 48%	No longer a measure	No longer a measure
<b>Walking and Cycling</b>			
Network kilometres of cycle lanes	Increasing	No longer a measure	No longer a measure
Network kilometres of walking and cycling facilities delivered	New measure	Increasing	Increasing

### *Reasons for Change in Appropriation*

This appropriation increased by \$507.900 million to \$2,839.900 million for 2018/19 due to changes in how the New Zealand Transport Agency proposes to spend National Land Transport funding, with consequent changes to the split between operating and capital expenditure, and the spread of expenditure across years. The new Government Policy Statement and subsequent National Land Transport Programme 2018 - 2021, which was adopted on 1 September 2018 and is effective for the years 2018/19 to 2020/21, has impacted on the amounts and types of activities the National Land Transport funding is spent on. This is reflected in the Components of the Appropriation table above.

## Rail - Maintaining an Electric Locomotive Fleet (M72)

### Scope of Appropriation

This appropriation is limited to maintaining the operation of the existing electric locomotive fleet.

### Expenses

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	8,500	8,500

### What is Intended to be Achieved with this Appropriation

This appropriation is intended to upgrade and refurbish EF Class electric locomotives for use on the North Island Main Trunk line.

### How Performance will be Assessed and End of Year Reporting Requirements

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Performance Measures			
Work is carried out in line with the agreed outcomes	New measure	100%	100%

### End of Year Performance Reporting

Performance information for this appropriation will be reported by KiwiRail in its annual report.

### Reasons for Change in Appropriation

This appropriation increased by \$8.5 million to \$8.5 million for 2018/19 due to the initiative presented in the initiatives table above.

## Search and Rescue Activities (M72)

### Scope of Appropriation

This appropriation is limited to the purchase of search and rescue activities and a search and rescue coordination service, including follow-up inquiries and reporting, associated with the searches and rescues undertaken.

### How Performance will be Assessed and End of Year Reporting Requirements

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Performance Measures			
An uninterrupted co-ordination service is provided by two fully trained Search and Rescue officers (SAROs) on duty 24/7	Achieved	No longer a measure	No longer a measure
The percentage of time an uninterrupted co-ordination service is provided by two fully trained Search and Rescue officers (SAROs) on duty 24/7	Achieved	100%	100%

## Search and Rescue and Recreational Boating Safety Activities PLA (M72)

### Scope of Appropriation

The estimated amount to be spent in relation to search and rescue and recreational boating safety activities, as authorised under Section 9 (1) of the Land Transport Management Act 2003.

### Service Providers

Provider	2018/19			Expiry of Resourcing Commitment
	Estimates \$000	Supplementary Estimates \$000	Total \$000	
<b>Crown Entities</b>				
Maritime New Zealand	5,624	737	6,361	-
<b>Non-Government Organisations</b>				
Coastguard New Zealand	2,440	-	2,440	-
New Zealand Land Search & Rescue Inc	1,085	-	1,085	-
Surf Life Saving New Zealand	200	-	200	-
Mountain Safety Council	150	-	150	-
Amateur Radio Emergency Communications	65	-	65	-
<b>Total</b>	<b>9,564</b>	<b>737</b>	<b>10,301</b>	

### Reasons for Change in Appropriation

This appropriation increased by \$737,000 to \$10.301 million for 2018/19 due to:

- \$554,000 additional anticipated search and rescue costs, and
- \$183,000 carried forward from 2017/18 to 2018/19 for the development and production of new recreational boating campaign materials launched for the 2018/19 summer recreational boating season.

## SuperGold Card - Administration of the Public Transport Concessions Scheme (M72)

### Scope of Appropriation

This appropriation is limited to the administration costs of the scheme to provide enhanced public transport concessions for SuperGold cardholders.

### How Performance will be Assessed and End of Year Reporting Requirements

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Average number of working days taken to process and pay claims received from local authorities	20 days	No longer a measure	No longer a measure
Percentage of 'on time' payment of Crown SuperGold allocation to Authorised Organisations	New measure	100%	100%

## Weather Forecasts and Warnings (M72)

### *Scope of Appropriation*

This appropriation is limited to severe-weather warnings and a level of weather forecast services for land, coastal waters and oceanic areas for which New Zealand has international responsibility.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Minimum percentage of forecasts of severe-weather events which successfully predicted the event (probability of detection)	Greater than 93%	(3%)	Greater than 90%

### 3.4 - Non-Departmental Other Expenses

#### Bad Debt Provision - Motor Vehicle Registration/Licences and Road User Charges (M72)

##### *Scope of Appropriation*

This appropriation is limited to provision for bad debts that arise from non payment of motor vehicle registrations and road user charges.

##### *How Performance will be Assessed and End of Year Reporting Requirements*

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Proportion of bad debt for motor vehicle registrations and road user charges against forecast revenue	New measure	0.47% or less	0.47% or less

##### *Reasons for Change in Appropriation*

This appropriation increased by \$3.500 million to \$7.500 million for 2018/19 due to the New Zealand Transport Agency processing higher value bad debt write-offs due to higher motor vehicle registration and road user charges revenue. The higher revenue is partly due to road user charges rate increases from 1 October 2018.

#### Housing Infrastructure Fund - Fair Value Write Down (M72)

##### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Housing Infrastructure Fund - Fair Value Write Down (M72)</b> This appropriation is limited to the expense incurred in the fair-value write down of interest-free loans from the Housing Infrastructure Fund to the New Zealand Transport Agency.	Original Appropriation	122,230
	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
	Adjusted Appropriation	122,230
Commences: 01 July 2018	Actual to 2017/18 Year End	-
Expires: 30 June 2020	Estimated Actual for 2018/19	122,230
	Estimate for 2019/20	-
	Estimated Appropriation Remaining	-

##### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve the recognition of the expense incurred in the fair-value write down of interest free loans from the Housing Infrastructure Fund to the New Zealand Transport Agency.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Fair-value write down of interest-free loans is recognised in accordance with accounting standards for every interest free loan from the Housing Infrastructure Fund to the New Zealand Transport Agency	New measure	Achieved	Achieved

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Minister of Transport in a report appended to the Ministry of Transport's annual report.

### *Reasons for Change in Appropriation*

This appropriation increased by \$122.230 million to \$122.230 million as this is a new appropriation to recognise the fair value write down of the interest concession on the Housing Infrastructure Fund interest free loans.

## **SuperGold Card - public transport concessions for cardholders (M72)**

### *Scope of Appropriation*

This appropriation is limited to providing enhanced public transport concessions for SuperGold cardholders.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Regional councils will implement enhanced public transport concessions for SuperGold Cardholders	100%	No longer a measure	No longer a measure
Patronage (number of boardings using SuperGold concessions)	New measure	14 million	14 million

### *Reasons for Change in Appropriation*

This appropriation increased by \$259,000 to \$29.579 million for 2018/19 due to the annual CPI increase to the appropriation.

## **Urban Cycleways - Local Routes (M72)**

### *Scope of Appropriation*

This appropriation is limited to expenses incurred on the investigation, design and construction of urban cycleways that will become the responsibility of local authorities.

### *Reasons for Change in Appropriation*

This appropriation increased by \$4.340 million to \$19.090 million for 2018/19 due to the net of:

- \$6.540 million carried forward from 2017/18 to 2018/19 (increase), and
- \$2.200 million transferred from 2018/19 to 2019/20 and 2020/21 as a result of the urban cycleways programme extension (decrease).

## 3.5 - Non-Departmental Capital Expenditure

### Auckland City Rail Link (M72)

#### *Scope of Appropriation*

This appropriation is limited to the Crown's share of the total project costs of the Auckland City Rail Link.

#### *How Performance will be Assessed and End of Year Reporting Requirements*

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Percentage of activities that are delivered to agreed standards and timeframes	100%	No longer a measure	No longer a measure
Deliver the Auckland City Rail Link project by 2024	New measure	Project delivery targets are met	Project delivery targets are met

#### *Reasons for Change in Appropriation*

This appropriation decreased by \$153 million to \$81 million for 2018/19 due to the net of:

- \$110.407 million carried forward from 2017/18 to 2018/19 (increase), and
- \$263.407 million transferred from 2018/19 to 2019/20 and 2020/21 to align with forecast expenditure by City Rail Link Limited (decrease). Delays in expenditure are due to changes in the procurement strategy (C7 Alliance) and delays in the C3 procurement process.

### Auckland Transport Package Loan (M72)

#### *Scope of Appropriation*

This appropriation is limited to a loan to the New Zealand Transport Agency to accelerate projects in the Auckland Transport Package.

#### *Reasons for Change in Appropriation*

This appropriation increased by \$22 million to \$36.800 million for 2018/19 due to a carry forward from 2017/18 to 2018/19 to align with forecast draw downs on the loan facility by the New Zealand Transport Agency.

## Housing Infrastructure Fund Loans (M72)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Housing Infrastructure Fund Loans (M72)</b> This appropriation is limited to interest-free loans from the Housing Infrastructure Fund of a duration of ten years or under to New Zealand Transport Agency to finance the transport infrastructure needed to unlock residential development.  Commences: 01 July 2018  Expires: 30 June 2023	Original Appropriation	357,000
	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
	Adjusted Appropriation	357,000
	Actual to 2017/18 Year End	-
	Estimated Actual for 2018/19	19,686
	Estimate for 2019/20	41,536
Estimated Appropriation Remaining	295,778	

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve additional transport infrastructure needed to unlock residential development.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
The loan will be drawn down for the purposes and on the terms agreed between New Zealand Transport Agency and the Minister of Transport	New measure	100%	100%

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the New Zealand Transport Agency in its annual report.

### *Reasons for Change in Appropriation*

This appropriation increased by \$357 million to \$357 million as this is a new appropriation for loans for transport infrastructure from the Housing Infrastructure Fund.

## Joint Venture Airports (M72)

### *Scope of Appropriation*

This appropriation is limited to enhancements to joint venture airport terminals, facilities and runways and the Crown's share of operating losses.

### *Reasons for Change in Appropriation*

This appropriation decreased by \$500,000 to \$0 as this funding was transferred to the Joint Venture Airports - Crown Contribution multi-year appropriation.

## Joint Venture Airports - Crown Contribution (M72)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Joint Venture Airports - Crown Contribution (M72)</b> This appropriation is limited to enhancements to joint venture airport terminals and runways and the Crown's share of operating losses.  Commences: 01 July 2018  Expires: 30 June 2023	Original Appropriation	2,500
	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
	Adjusted Appropriation	2,500
	Actual to 2017/18 Year End	-
	Estimated Actual for 2018/19	500
	Estimate for 2019/20	500
	Estimated Appropriation Remaining	1,500

### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to achieve maintenance of the Crown's interest in joint venture airports, making air travel available in centres that would otherwise not have airports.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Percentage of compliance with the joint venture agreements with the airports	New measure	100%	100%

### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Minister of Transport in a report appended to the Ministry of Transport's annual report.

### *Reasons for Change in Appropriation*

This appropriation increased by \$2.500 million to \$2.500 million as funding was transferred from the Joint Venture Airports annual appropriation.

## National Land Transport Programme Capital PLA (M72)

### *Scope of Appropriation*

The estimated amount to be spent on capital works under the National Land Transport Programme, as authorised by section 9 (3) and (4) of the Land Transport Management Act 2003.

### *Components of the Appropriation*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
New infrastructure and renewal of State highway	1,253,000	(202,000)	1,051,000
Rapid transit	-	19,000	19,000
Total	1,253,000	(183,000)	1,070,000

### *Reasons for Change in Appropriation*

The appropriation decreased by \$183 million to \$1,070 million due to changes in how the New Zealand Transport Agency proposes to spend its funding, with consequent changes to the split between operating and capital expenditure and the spread of expenditure across years.

## Rail - KiwiRail Equity Injection (M72)

### *Scope of Appropriation*

This appropriation is limited to equity injections to KiwiRail Holdings Limited offset by property transactions in New Zealand Railways Corporation.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Performance Measures	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Property transactions are carried out in line with agreed outcomes	New measure	100%	100%

### *Reasons for Change in Appropriation*

This appropriation increased by \$10 million to \$28.2 million for 2018/19 due to the net of:

- \$28 million carried forward from 2017/18 to 2018/19 in relation to potential land sales (increase), and
- \$18 million reduction in 2018/19 in relation to land sales no longer proceeding (decrease).

## Rail - Wellington Metro Rail Network Upgrade (M72)

### *Scope of Appropriation*

The appropriation is limited to catch up investment in the Wellington metro rail network which will enable sustainable operation of the network through the Metro Rail Operating model.

### *Reasons for Change in Appropriation*

This appropriation decreased by \$7.104 million to \$42.896 million for 2018/19 due to the net of:

- \$3.896 million carried forward from 2017/18 to 2018/19 (increase), and
- \$11 million transferred from 2018/19 to 2019/20 to align with KiwiRail's forecast expenditure (decrease).

## Regional State Highways (M72)

### *Scope of Appropriation*

This appropriation is limited to the investigation, design and construction of regional State highways.

### *Reasons for Change in Appropriation*

This appropriation decreased by \$1.663 million to \$33.4 million for 2018/19 due to the net of:

- \$6.375 million carried forward from 2017/18 to 2018/19 (increase), and
- \$8.038 million transferred from 2018/19 to 2019/20 to align with the New Zealand Transport Agency's forecast expenditure (decrease).

## Reinstatement of South Island Main North Line (M72)

### *Scope of Appropriation*

This appropriation is limited to the reinstatement of the earthquake-damaged Picton to Christchurch rail corridor.

### *Reasons for Change in Appropriation*

This appropriation increased by \$60 million to \$205 million for 2018/19 due to funding being provided from the Reinstatement of the South Island Transport Corridors contingency for additional works at Tunnel 21 and Half Moon Bay on the rail corridor.

## Urban Cycleways - Crown Assets (M72)

### *Scope of Appropriation*

This appropriation is limited to capital expenditure on the investigation, design and construction of urban cycleways that will become Crown assets.

### *Reasons for Change in Appropriation*

This appropriation increased by \$280,000 to \$530,000 for 2018/19 due to the net of:

- \$2.114 million carried forward from 2017/18 to 2018/19 (increase), and
- \$1.834 million transferred from 2018/19 to 2019/20 and 2020/21 as a result of the urban cycleways programme extension (decrease).

# Part 4 - Details of Multi-Category Expenses and Capital Expenditure

## 4 - Multi-Category Expenses and Capital Expenditure

### Policy Advice and Related Outputs (M72)

#### *Overarching Purpose Statement*

The overarching purpose of this appropriation is to provide policy advice and other support to Ministers in discharging their policy decision-making and other portfolio responsibilities.

#### *Scope of Appropriation*

##### **Departmental Output Expenses**

###### *Governance and Performance Advice on Crown Agencies*

This category is limited to monitoring of and advice on the governance, performance and capability of transport Crown agencies.

###### *Ministerial Servicing*

This category is limited to services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities.

###### *Policy Advice*

This category is limited to the provision of advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by Ministers on government policy matters relating to transport.

#### *Expenses, Revenue and Capital Expenditure*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>35,448</b>	<b>3,433</b>	<b>38,881</b>
<b>Departmental Output Expenses</b>			
Governance and Performance Advice on Crown Agencies	3,000	431	3,431
Ministerial Servicing	2,000	-	2,000
Policy Advice	30,448	3,002	33,450
<b>Funding for Departmental Output Expenses</b>			
Revenue from the Crown	<b>35,448</b>	<b>2,486</b>	<b>37,934</b>
Governance and Performance Advice on Crown Agencies	3,000	431	3,431
Ministerial Servicing	2,000	-	2,000
Policy Advice	30,448	2,055	32,503
Revenue from Others	-	<b>947</b>	<b>947</b>
Policy Advice	-	947	947

### *Reasons for Change in Appropriation*

This appropriation increased by \$3.433 million to \$38.881 million for 2018/19 due to:

- \$1.686 million carried forward from 2017/18 to 2018/19 due to delays in significant projects
- \$947,000 additional revenue from third parties in 2018/19 with associated costs
- \$500,000 additional funding from the Provincial Growth Fund for a Northland rail business case, and
- \$300,000 additional funding for an indicative business case for transformational rapid rail.

### **Policy Advice and Related Outputs - Civil Aviation (M72)**

#### *Overarching Purpose Statement*

The overarching purpose of this appropriation is to regulate civil aviation and enhance aviation safety in New Zealand.

#### *Scope of Appropriation*

##### **Non-Departmental Output Expenses**

###### *International Relations and International Civil Aviation Organization Obligations*

This category is limited to technical information and advice in relation to international matters affecting New Zealand aviation, to ensure the Minister's obligations in relation to international civil aviation agreements are met, and to promote the development of New Zealand aviation in the international context.

###### *Ministerial Servicing - Civil Aviation*

This category is limited to services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities.

###### *Policy Advice - Civil Aviation*

This category is limited to the provision of advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by Ministers on government policy matters relating to civil aviation.

##### **Non-Departmental Other Expenses**

###### *Improving Safety in the Aviation Sector*

This category is limited to the investigation, determining compliance, and enforcement of safety in the aviation sector.

*What is Intended to be Achieved with each Category and How Performance will be Assessed*

Assessment of Performance	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Non-Departmental Output Expenses</b>			
<b>International Relations and International Civil Aviation Organization Obligations</b>			
International engagement is undertaken to contribute to the achievement of the Authority's statutory functions and objectives, and to fulfilling New Zealand's responsibilities as a member state of the International Civil Aviation Organization	100%	Achieved	Achieved
Maintain alignment with existing Standards and Recommended Practices (SARPs) and consider alignment of new SARPs (to determine whether to adopt by New Zealand	Achieved	100%	100%
<b>Policy Advice - Civil Aviation</b>			
100% of policy advice provided to Ministers, other government departments and agencies meets Treasury and DPMC guidelines (as per section 3.2 of "Reorganisation of Appropriations for Policy Advice - Guide for Departments (Treasury 2011) and DPMC policy guidance	Achieved	No longer a measure	No longer a measure
Policy advice provided to Ministers, other government departments and agencies meets Treasury and DPMC guidelines (as per section 3.2 of "Reorganisation of Appropriations for Policy Advice - Guide for Departments (Treasury 2011) and DPMC policy guidance	New measure	100%	100%

## Policy Advice and Related Outputs - Maritime (M72)

### *Overarching Purpose Statement*

The overarching purpose of this appropriation is to regulate and enhance safety in New Zealand's maritime environment.

### *Scope of Appropriation*

#### **Non-Departmental Output Expenses**

##### *Maritime Incident Response*

This category is limited to building capability to respond to complex maritime pollution incidents.

##### *Maritime Safety and Marine Protection Services*

This category is limited to the development and delivery of regulatory services which are the responsibility of Maritime New Zealand under legislation

##### *Policy Advice - Maritime*

This category is limited to the provision of advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision making by ministers on government policy matters and Ministerial servicing.

*Expenses, Revenue and Capital Expenditure*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>6,191</b>	<b>74</b>	<b>6,265</b>
<b>Non-Departmental Output Expenses</b>			
Maritime Incident Response	764	74	838
Maritime Safety and Marine Protection Services	2,078	-	2,078
Policy Advice - Maritime	3,349	-	3,349

*What is Intended to be Achieved with each Category and How Performance will be Assessed*

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Non-Departmental Output Expenses</b>			
<b>Maritime Incident Response</b>			
The number of Maritime Incident Response Team (MIRT) exercises completed	4	No longer a measure	No longer a measure
The number of Maritime Incident Response Team (MIRT) exercises/ workshops completed	New measure	4	4
<b>Maritime Safety and Marine Protection Services</b>			
The percentage of time lighthouses are operational	99.8% or greater	No longer a measure	No longer a measure
The percentage of time lighthouses are operational (per IALA category 1)	New measure	99.8% or greater	99.8% or greater
<b>Policy Advice - Maritime</b>			
All written advice to the Minister of Transport and the Ministry of Transport meet Maritime New Zealand's quality criteria (content, form, analysis and completion by the due date)	Achieved	No longer a measure	No longer a measure
The percentage of written advice to the Ministry of Transport and the Ministry of Transport that meets Maritime NZ's quality criteria	New measure	100%	100%

*Reasons for Change in Appropriation*

This appropriation increased by \$74,000 to \$6.265 million for 2018/19 due to a carry forward of \$74,000 from 2017/18 to 2018/19 as a contingency to allow Maritime New Zealand to participate in a significant international maritime incident response or other unanticipated MIRC activity.

## Reinstatement of the South Island Transport Corridors (M72)

### *Overarching Purpose Statement*

The overarching purpose of this appropriation is to deliver the outcome of reinstated transport corridors between Picton and Christchurch.

### *Scope of Appropriation*

#### **Non-Departmental Output Expenses**

##### *Restoration of State Highway 1 between Picton and Christchurch*

This category is limited to the restoration of State Highway 1 between Picton and Christchurch.

#### **Non-Departmental Capital Expenditure**

##### *Rebuild of State Highway 1 between Picton and Christchurch*

This category is limited to the rebuild and improvement of State Highway 1 between Picton and Christchurch.

### *Expenses, Revenue and Capital Expenditure*

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>236,863</b>	<b>(77,151)</b>	<b>159,712</b>
<b>Non-Departmental Output Expenses</b>			
Restoration of State Highway 1 between Picton and Christchurch	35,000	(1,540)	33,460
<b>Non-Departmental Capital Expenditure</b>			
Rebuild of State Highway 1 between Picton and Christchurch	201,863	(75,611)	126,252

### *How Performance will be Assessed for this Appropriation*

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Percentage of activities that are delivered to agreed standards and timeframes	90%	90% or greater	90% or greater

*What is Intended to be Achieved with each Category and How Performance will be Assessed*

Assessment of Performance	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Non-Departmental Output Expenses</b>			
Restoration of State Highway 1 between Picton and Christchurch			
Percentage of activities that are delivered to agreed standards and timeframes	90%	90%	90%
<b>Non-Departmental Capital Expenditure</b>			
Rebuild of State Highway 1 between Picton and Christchurch			
Percentage of activities that are delivered to agreed standards and timeframes	90%	90%	90%

*Reasons for Change in Appropriation*

This appropriation decreased by \$77.151 million to \$159.712 for 2018/19 due to the net of:

- \$60 million was transferred to the Reinstatement of South Island Main North Line appropriation for the reinstatement of the rail corridor following the November 2016 Kaikōura earthquake (decrease)
- \$29.420 million transferred from 2018/19 to 2019/20 and 2020/21 for remaining work which can't be completed until the road is fully reinstated, such as landscaping and roadside ancillary work (decrease), and
- \$12.269 million carried forward from 2017/18 to 2018/19 (increase).

**Tuawhenua Provincial Growth Fund - Transport Projects (M72)**

*Overarching Purpose Statement*

The single overarching purpose of this appropriation is to achieve the outcome of a lift in the productivity potential in the regions through transport-related projects and studies that enable regions to be well connected from an economic and social perspective.

*Scope of Appropriation*

**Non-Departmental Output Expenses**

*Supporting Regional and Infrastructure Projects*

This category is limited to supporting transport-related regional economic development initiatives.

**Non-Departmental Other Expenses**

*Enabling Infrastructure Projects*

This category is limited to expenses incurred on local transport-related infrastructure projects that contribute to the outcome of a lift in the productivity potential in the regions.

***Regional Projects and Capability***

This category is limited to supporting regional development through transport-related projects, capability building, and feasibility studies for potential transport-related projects.

**Non-Departmental Capital Expenditure*****Infrastructure Projects***

This category is limited to capital expenditure for transport-related infrastructure projects that contribute to the outcome of a lift in the productivity potential in the regions.

***Rail Projects***

This category is limited to a capital injection to KiwiRail Holdings Limited to finance approved rail-related projects that contribute to the outcome of a lift in the productivity potential in the regions.

***Expenses, Revenue and Capital Expenditure***

	2018/19		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	-	<b>58,187</b>	<b>58,187</b>
<b>Non-Departmental Output Expenses</b>			
Supporting Regional and Infrastructure Projects	-	4,357	4,357
<b>Non-Departmental Other Expenses</b>			
Enabling Infrastructure Projects	-	25,880	25,880
Regional Projects and Capability	-	9,550	9,550
<b>Non-Departmental Capital Expenditure</b>			
Infrastructure Projects	-	11,000	11,000
Rail Projects	-	7,400	7,400

***What is Intended to be Achieved with this Appropriation***

This appropriation is intended to achieve a lift in productivity potential in the regions through transport related projects that enable regions to be well connected from an economic and social perspective.

***How Performance will be assessed for this Appropriation***

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Provincial Growth Fund funding is distributed by the Ministry in accordance with the terms and conditions of its memorandum of understanding	New measure	Achieved	Achieved

*What is Intended to be Achieved with each Category and How Performance will be Assessed*

	2018/19		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Non-Departmental Output Expenses</b>			
<b>Supporting Regional and Infrastructure Projects</b>			
Average number of days to provide feedback on Provincial Growth Fund funding applications	New measure	20 working days	20 working days
<b>Non-Departmental Other Expenses</b>			
<b>Enabling Infrastructure Projects</b>			
Average number of days to release Provincial Growth Fund infrastructure funding once approved	New measure	20 working days	20 working days
<b>Regional Projects and Capability</b>			
Percentage of regional project business cases completed to standard (Approved Organisations and Transport Agency)	New measure	90%	90%
Percentage of Transport Agency regional project business cases completed to timelines	New measure	90%	90%
<b>Non-Departmental Capital Expenditure</b>			
<b>Infrastructure Projects</b>			
Percentage of Transport Agency projects funded by the Provincial Growth Fund delivered to standards and timeframes	New measure	90%	90%
<b>Rail Projects</b>			
Work is carried out as per the agreed programme	New measure	100%	100%

*Service Providers for the Multi-Category Appropriation*

Provider	2018/19 Final Budgeted \$000	2018/19 Estimated Actual \$000	2019/20 Budget \$000	Expiry of Resourcing Commitment
New Zealand Transport Agency	49,787	49,787	8,318	-
KiwiRail	8,400	8,400	34,600	-
<b>Total</b>	58,187	58,187	42,918	

The table above shows the main service providers for this appropriation.

*End of Year Performance Reporting*

Performance information for this appropriation will be reported by the Ministry of Transport (as appropriation administrator) in its annual report and in the New Zealand Transport Agency and KiwiRail annual reports.

*Current and Past Policy Initiatives*

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
<b>Current Government</b>						
Provincial Rail Growth Project	2018/19	7,000	17,000	22,000	34,000	-
Palmerston North Regional Economic Growth Hub	2018/19	1,400	17,600	21,000	-	-
Tairāwhiti Roading Package	2018/19	20,200	8,100	-	-	-
Waipapa Intersection Improvements	2018/19	9,000	-	-	-	-
Twin Coast Discovery Route Business Case	2018/19	6,250	-	-	-	-
Kaipara Roading Package	2018/19	6,080	-	-	-	-
Croesus Road	2018/19	3,500	-	-	-	-
Gisborne Inner Harbour Project	2018/19	2,300	-	-	-	-
New Zealand Transport Agency Resourcing	2018/19	2,057	-	-	-	-
State Highway 43 Business Case	2018/19	400	-	-	-	-
SH1 - Rosebank Industrial Estate Slip Lane	2019/20	-	218	-	-	-

*Reasons for Change in Appropriation*

This new appropriation for \$58.187 million for 2018/19 is due to the approved projects in the initiatives table above which are funded from the Provincial Growth Fund.

