

Vote Transport

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Transport (M72)

ADMINISTERING DEPARTMENT: Ministry of Transport

MINISTER RESPONSIBLE FOR MINISTRY OF TRANSPORT: Minister of Transport

Overview of the Vote

Vote Transport encompasses the funding of the road, rail, aviation and maritime transport modes.

The major entities involved are the Ministry of Transport, the New Zealand Transport Agency and KiwiRail, as well as the other transport Crown entities, the Civil Aviation Authority (incorporating the Aviation Security Service), Maritime New Zealand and the Transport Accident Investigation Commission.

Road

The largest element of the Vote is the funding for the National Land Transport Programme and other roading projects (\$3,627 million or 90% of the total Vote) which is principally funded from road tax revenue collected by the Crown.

\$970 million of the balance relates to loans from the Crown:

- \$750 million for cash flow management. This appropriation does not take account of any repayments made in the year and the facility may not exceed \$250 million at any one time
- \$100 million additional facility for cash flow management that may only be drawn once
- \$120 million to advance the construction of the Tauranga Eastern Link road.

Rail

Funding for Rail makes up 7% of the Vote - \$286 million, mainly:

- \$94 million is the fourth tranche of the Government's commitment to the KiwiRail Turnaround Plan, the aim of which is put the freight business on a commercially viable footing
- \$130 million is a loan to the Auckland Council to assist with the funding of the Electric Multiple Unit package
- \$58 million is for metro rail projects in Auckland and Wellington.

Crown Entity and Other Funding

The balance of the Vote (\$134 million) is mainly split between:

- \$33 million - the Ministry of Transport as departmental funding
- \$24 million - Crown entities for outputs. The transport Crown entities receive most of their funding from third party fees and charges
- \$20 million - road user charge administration by the New Zealand Transport Agency
- \$24 million - SuperGold card public transport concessions
- \$20 million - weather forecasting services from the Meteorological Service of New Zealand.

Details of these appropriations are set out in Parts 2-6 for Vote Transport in the *Information Supporting the Estimates of Appropriations*.

Details of Appropriations

Details of Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Departmental Output Expenses			
<i>Fuel Excise Duty Refund Administration (M72)</i>	429	429	429
This appropriation is limited to the receipt and processing of applications for, and the refunding of, Fuel Excise Duty.			
<i>Milford Sound / Piopiotahi Aerodrome Operation and Administration (M72)</i>	255	255	230
This appropriation is limited to the operation of Milford Sound/Piopiotahi aerodrome to provide a safe and efficient airport.			
<i>Policy Advice and Related Outputs MCOA (M72)</i>	30,489	30,489	31,143
<i>Clifford Bay Ferry Terminal - Facilitation of Procurement</i>	1,300	1,300	1,000
This output class is limited to the facilitation of the procurement of a ferry terminal at Clifford Bay.			
<i>Governance and Performance Advice on Crown Agencies</i>	600	600	800
This output class is limited to monitoring of and advice on the governance, performance and capability of transport Crown agencies.			
<i>Ministerial Servicing</i>	2,800	2,800	2,800
This output class is limited to services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities.			
<i>Policy Advice</i>	25,789	25,789	26,543
This output class 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.			
<i>Search and Rescue Activity Coordination PLA (M72)</i>	1,136	1,136	1,136
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.			
Total Departmental Output Expenses	32,309	32,309	32,938
Non-Departmental Output Expenses			
<i>Accident or Incident Investigation and Reporting (M72)</i>	3,865	3,865	3,865
This appropriation is limited to investigation and reporting on aviation, rail and marine accidents and incidents in New Zealand and the waters over which it has jurisdiction.			
<i>Construction of Passing Opportunities on State Highway 2 between Napier and Gisborne (M72)</i>	500	500	3,000
This appropriation is limited to the investigation, design and construction of passing opportunities on State highway 2 between Napier and Gisborne.			
<i>Crash Analysis (M72)</i>	775	775	775
This appropriation is limited to operating the Crash Analysis System and performing associated crash analysis and research activities.			
<i>Licensing Activities (M72)</i>	3,245	3,245	3,483
This appropriation is limited to land transport licensing services, including driver licensing, not met by user fees.			
<i>Maritime Port Security (M72)</i>	145	145	145
This appropriation is limited to standby screening and searching services at ports.			

Titles and Scopes of Appropriations by Appropriation Type	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Output Expenses - cont'd			
<i>Ministerial Servicing by the New Zealand Transport Agency (M72)</i> This appropriation is limited to Ministerial servicing by the New Zealand Transport Agency.	548	548	548
<i>National Land Transport Programme PLA (M72)</i> 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.	1,818,900	1,818,900	1,867,600
<i>Policy Advice and Related Outputs - Civil Aviation MCOA (M72)</i>	2,219	2,219	2,219
<i>Health and Safety in Employment Activities - Civil Aviation</i> This output class is limited to health and safety activities, for which there is a designated responsibility.	440	440	440
<i>International Relations and International Civil Aviation Organisation Obligations</i> This output class 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	685
<i>Ministerial Servicing - Civil Aviation</i> This output class is limited to services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities.	431	431	431
<i>Policy Advice - Civil Aviation</i> This output class 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	663
<i>Policy Advice and Related Outputs - Maritime MCOA (M72)</i>	6,645	6,645	6,510
<i>Health and Safety in Employment Activities - Maritime</i> This output class is limited to health and safety activities, for which there is a designated responsibility.	954	954	954
<i>Maritime Safety and Marine Protection Services</i> This output class is limited to the development and delivery of regulatory services which are the responsibility of Maritime New Zealand under legislation	2,078	2,078	2,078
<i>Policy Advice - Maritime</i> This output class 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.	3,613	3,613	3,478
<i>Road User Charges Collection (M72)</i> This appropriation is limited to collecting road user charges.	12,773	12,773	13,773
<i>Road User Charges Investigation and Enforcement (M72)</i> This appropriation is limited to investigating evasion and enforcing of Road User Charges.	3,779	3,779	6,279
<i>Road User Charges Refunds (M72)</i> This appropriation is limited to the processing of Road User Charge refunds.	450	450	450
<i>Search and Rescue Activities (M72)</i> 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.	3,316	3,316	3,316

Titles and Scopes of Appropriations by Appropriation Type	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
<i>Search and Rescue and Recreational Boating Safety Activities PLA (M72)</i>	4,473	4,473	5,873
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.			
<i>SuperGold Card - Administration of the Public Transport Concessions Scheme (M72)</i>	95	95	95
This appropriation is limited to the administration costs of the scheme to provide enhanced public transport concessions for SuperGold cardholders.			
<i>Weather Forecasts and Warnings (M72)</i>	18,574	18,574	20,017
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.			
<i>Rail - Waikato Network Funding (M72)</i>	1,591	1,591	-
This appropriation is limited to rail projects which improve the capacity and connections of rail freight in the Waikato region.			
<i>Reinstatement of Local Roads in Canterbury (M72)</i>	57,000	57,000	-
This appropriation is limited to the reinstatement of local roads in Canterbury following the earthquakes as approved by the New Zealand Transport Agency under relevant legislation.			
Total Non-Departmental Output Expenses	1,938,893	1,938,893	1,937,948
Non-Departmental Other Expenses			
<i>Bad Debt Provision - Motor Vehicle Registration/Licences and Road User Charges (M72)</i>	7,000	7,000	6,000
This appropriation is limited to provision for bad debts that arise from non payment of motor vehicle registrations and road user charges.			
<i>Membership of International Organisations (M72)</i>	743	743	743
This appropriation is limited to non-discretionary payments to international transport related organisations.			
<i>Rail - Public Policy Projects (M72)</i>	3,270	3,270	3,270
This appropriation is limited to public policy rail initiatives.			
<i>Rail - Railway Safety (M72)</i>	500	500	500
This appropriation is limited to public safety works.			
<i>SuperGold Card - public transport concessions for cardholders (M72)</i>	22,755	22,755	23,905
This appropriation is limited to providing enhanced public transport concessions for SuperGold cardholders.			
<i>Tauranga Maritime Incident Response (M72)</i>	3,361	3,361	940
This appropriation is limited to responding to the MV Rena grounding off Tauranga.			
<i>Rail - Metro Rail Rolling Stock and Infrastructure (Wellington) (M72)</i>	5,415	5,415	-
This appropriation is limited to metro rail rolling stock and infrastructure projects in Wellington.			
Total Non-Departmental Other Expenses	43,044	43,044	35,358
Departmental Capital Expenditure			
<i>Ministry of Transport - Capital Expenditure PLA (M72)</i>	500	500	510
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.			
Total Departmental Capital Expenditure	500	500	510

Titles and Scopes of Appropriations by Appropriation Type	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Capital Expenditure			
<i>Maritime New Zealand (M72)</i> This appropriation is limited to a replacement ground station for the Search and Rescue satellite system.	-	-	1,100
<i>National Land Transport Programme - New Infrastructure for and Renewal of State Highways PLA (M72)</i> The estimated amount to be spent on capital works for new infrastructure and renewal of State Highways, as authorised by Section 9 (3) and (4) of the Land Transport Management Act 2003.	607,265	607,265	761,010
<i>National War Memorial Park: Buckle Street Undergrounding Project (M72)</i> This appropriation is limited to the undergrounding of that part of State Highway 1 necessary for the establishment of the National War Memorial Park in Wellington.	15,000	15,000	25,000
<i>NLTF Borrowing Facility for a Short-Term Advance in 2012/2013 (M72)</i> This appropriation is limited to a short-term advance to the New Zealand Transport Agency to manage variations between cash outlays from, and flows of hypothecated revenue into, the National Land Transport Fund.	-	-	100,000
<i>NLTF Borrowing Facility for Short-Term Advances (M72)</i> 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.	750,000	120,000	750,000
<i>Rail - KiwiRail Turnaround Plan Funding (M72)</i> This appropriation is limited to approved capital expenditure that contributes to the KiwiRail Turnaround Plan outcomes.	250,000	250,000	93,849
<i>Rail - Loan for Auckland Metro Rail Electric Multiple Unit Package (M72)</i> This appropriation is limited to a loan for the Auckland metro rail electric multiple unit package.	118,000	118,000	130,000
<i>Rail - Wellington Metro Rail Network Upgrade (M72)</i> 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.	10,870	10,870	36,146
<i>Tauranga Eastern Link Loan (M72)</i> This appropriation is limited to the government provision of a loan to the New Zealand Transport Agency to contribute towards the costs of the construction and tolling operations for the Tauranga Eastern Link Roading Project.	-	-	120,000
<i>Aviation Security Service (M72)</i> This appropriation is limited to meeting the ongoing capital costs of the security measures under international and domestic obligations, including accommodation and IT systems.	200	200	-
<i>KiwiRail Equity Injection (M72)</i> This appropriation is limited to increasing Crown equity in the New Zealand Railways Corporation (KiwiRail).	322,500	322,500	-
<i>Maritime New Zealand Capital Expenditure PLA (M72)</i> The estimated amount to be spent in relation to Maritime New Zealand costs, as authorised by Section 9 (1) of the Land Transport Management Act 2003.	745	745	-
<i>Rail - New Zealand Railways Corporation Loans (M72)</i> This appropriation is limited to loans to the New Zealand Railways Corporation to fund capital projects and provide working capital.	107,500	107,500	-
Total Non-Departmental Capital Expenditure	2,182,080	1,552,080	2,017,105
Total Annual and Permanent Appropriations	4,196,826	3,566,826	4,023,859

Details of Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$'000
Non-Departmental Other Expenses		
<i>Auckland Rail Development (M72)</i>	Original Appropriation	663,875
This appropriation is limited to the renewal, upgrade, and electrification of the Auckland metropolitan rail network.	Adjustments to 2011/12	(278)
	Adjustments for 2012/13	-
Commences: 1 July 2009	Adjusted Appropriation	663,597
	Actual to 2011/12 Year End	482,656
Expires: 30 June 2014	Estimated Actual for 2012/13	159,108
	Estimated Actual for 2013/14	21,833
	Estimated Appropriation Remaining	-
Non-Departmental Capital Expenditure		
<i>Joint Venture Airports - Crown Contribution (M72)</i>	Original Appropriation	2,000
This appropriation is limited to enhancements to joint venture airport terminals and runways and the Crown's share of operating losses.	Adjustments to 2011/12	101
	Adjustments for 2012/13	-
Commences: 1 July 2011	Adjusted Appropriation	2,101
	Actual to 2011/12 Year End	154
Expires: 30 June 2015	Estimated Actual for 2012/13	947
	Estimated Actual for 2013/14	500
	Estimated Appropriation Remaining	500

Details of Projected Movements in Departmental Net Assets

Ministry of Transport

Details of Net Asset Schedule	2012/13 Estimated Actual \$000	2013/14 Projected \$000	Explanation of Projected Movements in 2013/14
Opening Balance	3,116	2,708	
Capital Injections	-	-	
Capital Withdrawals	(408)	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	2,708	2,708	