

# *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	2019/20				
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Addition to the Supplementary Estimates Budget \$000	Cumulative 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.	738	-	-	-	738
<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	163	-	163	488
<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.	2,240	61	-	61	2,301
<b>Search and Rescue Training and Training Coordination (M72)</b> This appropriation is limited to search and rescue training and training coordination.	1,300	-	-	-	1,300
<b>Total Departmental Output Expenses</b>	4,603	224	-	224	4,827
<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.	270	-	-	-	270
<b>Total Departmental Capital Expenditure</b>	270	-	-	-	270
<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>Administration of the Automatic Dependent Surveillance-Broadcast Transponders Rebate Scheme (M72)</b> This appropriation is limited to expenses incurred in the administration of the Automatic Dependent Surveillance-Broadcast transponders rebate scheme.	-	350	-	350	350
<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

	2019/20				
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Addition to the Supplementary Estimates Budget \$000	Cumulative Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>					
<b>Enhanced Road Maintenance - State Highways (M72)</b> This appropriation is limited to hazardous tree removal and enhanced road maintenance on state highways.	-	1,500	-	<b>1,500</b>	1,500
<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.	1,174	-	-	-	1,174
<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	47	-	<b>47</b>	6,238
<b>Licensing Activities (M72)</b> This appropriation is limited to land transport licensing services, including driver licensing, not met by user fees.	2,550	-	-	-	2,550
<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
<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.	2,782,120	(26,601)	-	(26,601)	2,755,519
<b>Rail - Maintaining an Electric Locomotive Fleet (M72)</b> This appropriation is limited to maintaining the operation of the existing electric locomotive fleet.	13,000	(4,600)	-	<b>(4,600)</b>	8,400
<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.	11,632	820	-	820	12,452

Titles and Scopes of Appropriations by Appropriation Type	2019/20				
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Addition to the Supplementary Estimates Budget \$000	Cumulative Supplementary Estimates Budget \$000	Total Budget \$000
<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.	24,565	-	-	-	24,565
<b>Total Non-Departmental Output Expenses</b>	2,855,775	(28,484)	-	(28,484)	2,827,291
<b>Non-Departmental Other Expenses</b>					
<b>Auckland City Rail Link - Operating (M72)</b> This appropriation is limited to the operating expenses incurred by the Crown for the Auckland City Rail Link project.	-	150	-	150	150
<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	3,620	-	3,620	7,620
<b>Membership of International Organisations (M72)</b> This appropriation is limited to non-discretionary payments to international transport related organisations.	743	120	-	120	863
<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.	29,579	993	-	993	30,572
<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.	1,783	4,295	-	4,295	6,078
<b>Waka Kotahi NZ Transport Agency Palmerston North Premises (M72)</b> This appropriation is limited to expense by Waka Kotahi NZ Transport Agency on their Palmerston North premises.	-	1,500	-	1,500	1,500
<b>Total Non-Departmental Other Expenses</b>	39,875	10,678	-	10,678	50,553

Titles and Scopes of Appropriations by Appropriation Type	2019/20				
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Addition to the Supplementary Estimates Budget \$000	Cumulative 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.	468,407	(193,306)	-	<b>(193,306)</b>	275,101
<b>Aviation Security Service Loans (M72)</b> This appropriation is limited to providing loans to the Civil Aviation Authority for the purpose of investing in Aviation Security Service security screening equipment.	41,000	(18,000)	-	<b>(18,000)</b>	23,000
<b>Capital Investment Package - Roads, Walking and Cycling (M72)</b> This appropriation is limited to investment in specified roading, walking, and cycling projects that support the announced objectives of the Capital Investment Package.	-	34,460	-	<b>34,460</b>	34,460
<b>Maritime New Zealand Capital Expenditure PLA (M72)</b> 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.	450	316	-	316	766
<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.	960,480	(14,147)	-	(14,147)	946,333
<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.	15,000	(2,000)	-	<b>(2,000)</b>	13,000
<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.	473,000	8,040	-	<b>8,040</b>	481,040
<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.	174,250	-	-	-	174,250
<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.	44,056	(595)	-	<b>(595)</b>	43,461
<b>Regional State Highways (M72)</b> This appropriation is limited to the investigation, design and construction of regional State highways.	46,256	(3,066)	-	<b>(3,066)</b>	43,190

	2019/20				
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Addition to the Supplementary Estimates Budget \$000	Cumulative Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>					
<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.	1,334	2,828	-	<b>2,828</b>	4,162
<b>Waka Kotahi NZ Transport Agency Capital Contribution for Palmerston North Premises (M72)</b> This appropriation is limited to a capital contribution to Waka Kotahi NZ Transport Agency for Palmerston North premises expenditure.	-	4,800	-	<b>4,800</b>	4,800
<b>Total Non-Departmental Capital Expenditure</b>	2,724,233	(180,670)	-	(180,670)	2,543,563
<b>Multi-Category Expenses and Capital Expenditure</b>					
<b>Policy Advice and Related Outputs MCA (M72)</b> The single 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.	44,138	11,468	300	<b>11,768</b>	55,906
<b>Departmental Output Expenses</b>					
<i>Governance and Performance Advice on Crown Agencies</i> This category is limited to monitoring of and advice on the governance, performance and capability of transport Crown agencies.	3,000	99	-	99	3,099
<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.	39,138	11,369	300	11,669	50,807
<b>Policy Advice and Related Outputs - Civil Aviation MCA (M72)</b> The single overarching purpose of this appropriation is to regulate civil aviation and enhance aviation safety in New Zealand.	2,549	700	-	<b>700</b>	3,249
<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

	2019/20				
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Addition to the Supplementary Estimates Budget \$000	Cumulative Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>					
<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.	770	700	-	700	1,470
<b>Policy Advice and Related Outputs - Maritime MCA (M72)</b> The single overarching purpose of this appropriation is to regulate and enhance safety in New Zealand's maritime environment.	6,191	-	-	-	6,191
<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	-	-	-	764
<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 single overarching purpose of this appropriation is to deliver the outcome of reinstated transport corridors between Picton and Christchurch.	29,300	18,700	-	<b>18,700</b>	48,000
<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.	8,790	5,610	-	5,610	14,400
<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.	20,510	13,090	-	13,090	33,600

Titles and Scopes of Appropriations by Appropriation Type	2019/20				
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Addition to the Supplementary Estimates Budget \$000	Cumulative Supplementary Estimates Budget \$000	Total Budget \$000
<b>Tuawhenua Provincial Growth Fund - Transport Projects MCA (M72)</b>	42,918	206,710	(18,000)	<b>188,710</b>	231,628
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>Non-Departmental Output Expenses</b>					
<i>Supporting Regional and Infrastructure Projects</i>	-	3,995	-	3,995	3,995
This category is limited to supporting transport-related regional economic development initiatives.					
<b>Non-Departmental Other Expenses</b>					
<i>Enabling Infrastructure Projects</i>	8,100	115,370	(2,000)	113,370	121,470
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.					
<i>Regional Projects and Capability</i>	1,000	3,865	26,000	29,865	30,865
This category is limited to supporting regional development through transport-related projects, capability building, and feasibility studies for potential transport-related projects.					
<b>Non-Departmental Capital Expenditure</b>					
<i>Infrastructure Projects</i>	218	19,080	-	19,080	19,298
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.					
<i>Rail Projects</i>	33,600	64,400	(42,000)	22,400	56,000
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.					
<b>Total Multi-Category Expenses and Capital Expenditure</b>	125,096	237,578	(17,700)	219,878	344,974
<b>Total Annual Appropriations and Forecast Permanent Appropriations</b>	5,749,852	39,326	(17,700)	21,626	5,771,478



## Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Output Expenses</b>		
<b>Protection of Transport Sector Agency Core Functions (M72)</b> This appropriation is limited to purchase of core services from the Civil Aviation Authority (including Avsec) and Maritime New Zealand that are no longer able to be cost-recovered from third parties as a result of COVID-19.  Commences: 01 April 2020  Expires: 30 June 2022	Original Appropriation	236,600
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	236,600
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	35,200
	Estimate for 2020/21	201,400
	Estimated Appropriation Remaining	-
<b>Protection of Waka Kotahi NZ Transport Agency's Core Regulatory Functions (M72)</b> This appropriation is limited to the purchase of core regulatory services from Waka Kotahi NZ Transport Agency that are no longer able to be cost-recovered from third parties as a result of Covid-19.  Commences: 11 May 2020  Expires: 30 June 2022	Original Appropriation	60,000
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	60,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	15,000
	Estimate for 2020/21	45,000
	Estimated Appropriation Remaining	-
<b>Non-Departmental Other Expenses</b>		
<b>Automatic Dependent Surveillance-Broadcast Transponders Rebate Scheme (M72)</b> This appropriation is limited to rebates for the Automatic Dependent Surveillance-Broadcast (ADS-B) transponders rebate scheme to aircraft operators required to fit such equipment.  Commences: 01 August 2019  Expires: 30 June 2022	Original Appropriation	11,750
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	11,750
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	3,900
	Estimate for 2020/21	3,925
	Estimated Appropriation Remaining	3,925
<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 2021	Original Appropriation	122,230
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	122,230
	Actual to 2018/19 Year End	99,811
	Estimated Actual for 2019/20	-
	Estimate for 2020/21	22,419
	Estimated Appropriation Remaining	-

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Maintaining Airfreight Capacity (M72)</b> This appropriation is limited to expenses incurred in supporting airlines and other aviation carriers to maintain air freight capacity. Commences: 24 March 2020 Expires: 30 June 2021	Original Appropriation Adjustments to 2018/19 Adjustments for 2019/20 Adjusted Appropriation Actual to 2018/19 Year End Estimated Actual for 2019/20 Estimate for 2020/21 Estimated Appropriation Remaining	328,500 - - 328,500 - 198,500 130,000 -
<b>Maintaining Essential Transport Connectivity (M72)</b> This appropriation is limited to expenses incurred on maintaining essential transport connectivity by transport operators. Commences: 11 May 2020 Expires: 30 June 2022	Original Appropriation Adjustments to 2018/19 Adjustments for 2019/20 Adjusted Appropriation Actual to 2018/19 Year End Estimated Actual for 2019/20 Estimate for 2020/21 Estimated Appropriation Remaining	35,300 - - 35,300 - 33,700 1,600 -
<b>Meeting fees, charges and levies on behalf of airlines (M72)</b> This appropriation is limited to the expenses incurred in meeting all passenger-based fees, charges and levies and all Airways fees and charges that are normally required to be paid by airlines. Commences: 24 April 2020 Expires: 30 June 2021	Original Appropriation Adjustments to 2018/19 Adjustments for 2019/20 Adjusted Appropriation Actual to 2018/19 Year End Estimated Actual for 2019/20 Estimate for 2020/21 Estimated Appropriation Remaining	74,000 - - 74,000 - 52,000 22,000 -
<b>Non-Departmental Capital Expenditure</b>		
<b>COVID-19 - NLTF Borrowing Facility (M72)</b> This appropriation is limited to loans to Waka Kotahi NZ Transport Agency to manage revenue shocks due to the impact of Covid-19 on the National Land Transport Fund. Commences: 11 May 2020 Expires: 30 June 2022	Original Appropriation Adjustments to 2018/19 Adjustments for 2019/20 Adjusted Appropriation Actual to 2018/19 Year End Estimated Actual for 2019/20 Estimate for 2020/21 Estimated Appropriation Remaining	425,000 - - 425,000 - 425,000 - -
<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 Adjustments to 2018/19 Adjustments for 2019/20 Adjusted Appropriation Actual to 2018/19 Year End Estimated Actual for 2019/20 Estimate for 2020/21 Estimated Appropriation Remaining	357,000 - - 357,000 3,000 30,000 20,000 304,000

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Joint Venture Airports - Crown Contribution (M72)</b>	Original Appropriation	2,500
This appropriation is limited to enhancements to joint venture airport terminals and runways and the Crown's share of operating losses.	Adjustments to 2018/19	-
Commences: 01 July 2018	Adjustments for 2019/20	7,420
Expires: 30 June 2023	Adjusted Appropriation	9,920
	Actual to 2018/19 Year End	1,019
	Estimated Actual for 2019/20	2,133
	Estimate for 2020/21	4,604
	Estimated Appropriation Remaining	2,164
<b>Loans to Essential Transport Operators (M72)</b>	Original Appropriation	15,000
This appropriation is limited to loans to essential transport operators.	Adjustments to 2018/19	-
Commences: 11 May 2020	Adjustments for 2019/20	-
Expires: 30 June 2022	Adjusted Appropriation	15,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	12,000
	Estimate for 2020/21	3,000
	Estimated Appropriation Remaining	-
<b>Rail - New Zealand Railways Corporation Equity Injection (M72)</b>	Original Appropriation	45,000
This appropriation is limited to equity injections to New Zealand Railways Corporation relating to property transactions funded by KiwiRail Holdings Limited.	Adjustments to 2018/19	-
Commences: 01 April 2020	Adjustments for 2019/20	-
Expires: 30 June 2024	Adjusted Appropriation	45,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	30,000
	Estimate for 2020/21	15,000
	Estimated Appropriation Remaining	-
<b>Waka Kotahi NZ Transport Agency Regulatory Loans (M72)</b>	Original Appropriation	35,500
This appropriation is limited to loans to Waka Kotahi NZ Transport Agency for approved regulatory cost pressures.	Adjustments to 2018/19	-
Commences: 01 March 2020	Adjustments for 2019/20	-
Expires: 30 June 2024	Adjusted Appropriation	35,500
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	25,390
	Estimate for 2020/21	10,110
	Estimated Appropriation Remaining	-

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

	2019/20				
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Addition to the Supplementary Estimates Budget \$000	Cumulative Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	5,749,852	39,326	(17,700)	21,626	5,771,478
Total Forecast MYA Non-Departmental Output Expenses (see Note 1)	-	35,200	60,000	95,200	95,200
Total Forecast MYA Non-Departmental Other Expenses (see Note 2)	-	203,900	107,800	311,700	311,700
Total Forecast MYA Non-Departmental Capital Expenditure (see Note 3)	42,036	45,487	440,000	485,487	527,523
<b>Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations</b>	<b>5,791,888</b>	<b>323,913</b>	<b>590,100</b>	<b>914,013</b>	<b>6,705,901</b>

Note 1 - The amounts included in the Addition to the Supplementary Estimates figure, Cumulative Supplementary Estimates figure and the Total Budget figure in respect of the new MYA "Protection of Waka Kotahi NZ Transport Agency's Core Regulatory Functions" include the entire appropriated amount (being the amount approved through the Addition to the Supplementary Estimates) rather than reflecting the forecast profile. The forecast profile can be found in the MYA tables above.

Note 2 - The amounts included in the Addition to the Supplementary Estimates figure, Cumulative Supplementary Estimates figure and the Total Budget figure in respect of the new MYAs "Maintaining Essential Transport Connectivity" and "Meeting fees, charges and levies on behalf of airlines" include the entire appropriated amount (the amount being approved through the Addition to the Supplementary Estimates) rather than reflecting the forecast profile. The forecast profiles for these MYAs can be found in the MYA tables above.

Note 3 - The amounts included in the Addition to the Supplementary Estimates figure, Cumulative Supplementary Estimates figure and the Total Budget figure in respect of the new MYAs "COVID-19 - NLTF Borrowing Facility" and "Loans to Essential Transport Operators" include the entire appropriated amount (being the amount approved through the Addition to the Supplementary Estimates) rather than reflecting the forecast profile. The forecast profile can be found in the MYA tables above.

## Capital Injection Authorisations

	2019/20				
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Addition to the Supplementary Estimates Budget \$000	Cumulative Supplementary Estimates Budget \$000	Total Budget \$000
Ministry of Transport - Capital Injection (M72)	-	3,080	-	3,080	3,080

# Supporting Information

## Part 1 - Vote as a Whole

### 1.2 - Trends in the Vote

#### Summary of Financial Activity

	2019/20				
	Estimates \$000	Cumulative Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
<b>Appropriations</b>					
Output Expenses	2,860,378	224	66,716	66,940	2,927,318
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	39,875	-	322,378	322,378	362,253
Capital Expenditure	2,766,539	-	304,817	304,817	3,071,356
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	60,898	11,768	9,605	21,373	82,271
<i>Other Expenses</i>	9,870	-	143,935	143,935	153,805
<i>Capital Expenditure</i>	54,328	N/A	54,570	54,570	108,898
<b>Total Appropriations</b>	<b>5,791,888</b>	<b>11,992</b>	<b>902,021</b>	<b>914,013</b>	<b>6,705,901</b>
<b>Crown Revenue and Capital Receipts</b>					
Tax Revenue	1,964,026	N/A	(173,506)	(173,506)	1,790,520
Non-Tax Revenue	10,060	N/A	-	-	10,060
Capital Receipts	15,000	N/A	(2,000)	(2,000)	13,000
<b>Total Crown Revenue and Capital Receipts</b>	<b>1,989,086</b>	<b>N/A</b>	<b>(175,506)</b>	<b>(175,506)</b>	<b>1,813,580</b>

## Part 3 - Details of Non-Departmental Appropriations

### 3.1 - Non-Departmental Output Expenses

#### Protection of Waka Kotahi NZ Transport Agency's Core Regulatory Functions (M72)

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

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Protection of Waka Kotahi NZ Transport Agency's Core Regulatory Functions (M72)</b> This appropriation is limited to the purchase of core regulatory services from Waka Kotahi NZ Transport Agency that are no longer able to be cost-recovered from third parties as a result of Covid-19.	Original Appropriation	60,000
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	60,000
Commences: 11 May 2020	Actual to 2018/19 Year End	-
Expires: 30 June 2022	Estimated Actual for 2019/20	15,000
	Estimate for 2020/21	45,000
	Estimated Appropriation Remaining	-

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

This appropriation is intended to achieve the protection of core regulatory functions provided by Waka Kotahi NZ Transport Agency whose third party revenue base has been significantly impacted as a result of COVID-19.

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

Assessment of Performance	2019/20			Total Standard
	Estimates Standard	Supplementary Estimates Standard	Addition to the Supplementary Estimates Standard	
Funding is drawn down and utilised for the purposes and on the terms agreed to by Cabinet	New Measure	New Measure	100%	100%

##### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by Waka Kotahi NZ Transport Agency in its Annual Report.

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

This is a new appropriation of \$60 million for 2019/20 to manage the cost pressures generated by the response to COVID-19 on Waka Kotahi's regulatory memorandum accounts and enable the agency to deliver its core regulatory functions across the land transport system.

## 3.4 - Non-Departmental Other Expenses

### Maintaining Airfreight Capacity (M72)

#### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Maintaining Airfreight Capacity (M72)</b> This appropriation is limited to expenses incurred in supporting airlines and other aviation carriers to maintain air freight capacity.  Commences: 24 March 2020  Expires: 30 June 2021	Original Appropriation	328,500
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	328,500
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	198,500
	Estimate for 2020/21	130,000
	Estimated Appropriation Remaining	-

#### *Reasons for Change in Appropriation*

This appropriation was a new appropriation in the Supplementary Estimates with an original Appropriation amount of \$330 million. In this Addition to the Supplementary Estimates the amount of the MYA is being decreased by \$1.500 million due to the reallocation of funding to Vote Foreign Affairs and Trade to fund the operational and departmental costs associated with the air freight flights between New Zealand and Singapore. The combined effect of these two changes results in an original appropriation amount of \$328.500 million as shown in the table above.

### Maintaining Essential Transport Connectivity (M72)

#### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Maintaining Essential Transport Connectivity (M72)</b> This appropriation is limited to expenses incurred on maintaining essential transport connectivity by transport operators.  Commences: 11 May 2020  Expires: 30 June 2022	Original Appropriation	35,300
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	35,300
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	33,700
	Estimate for 2020/21	1,600
	Estimated Appropriation Remaining	-

#### *Components of the Appropriation*

	2019/20			Total \$000
	Estimates \$000	Supplementary Estimates \$000	Addition to the Supplementary Estimates \$000	
Aviation Essential Connectivity	-	-	30,000	30,000
Non-aviation Essential Connectivity	-	-	3,700	3,700
Total	-	-	33,700	33,700

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

This appropriation is intended to provide sector-specific support to maintain essential transport connectivity for the COVID-19 response and recovery. It will enable the government to respond quickly, on a case-by-case basis, where failure of a transport service would have significant negative social and economic outcomes.

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

Assessment of Performance	2019/20			
	Estimates Standard	Supplementary Estimates Standard	Addition to the Supplementary Estimates Standard	Total Standard
Percentage of funds contracted by the end of the year	New Measure	New Measure	20% or more	20% or more

### *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 is a new appropriation of \$35.300 million for 2019/20 to provide sector-specific support to maintain essential transport connectivity for the COVID-19 response and recovery.

## **Meeting fees, charges and levies on behalf of airlines (M72)**

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Meeting fees, charges and levies on behalf of airlines (M72)</b>	Original Appropriation	74,000
	Adjustments to 2018/19	-
This appropriation is limited to the expenses incurred in meeting all passenger-based fees, charges and levies and all Airways fees and charges that are normally required to be paid by airlines.	Adjustments for 2019/20	-
	Adjusted Appropriation	74,000
Commences: 24 April 2020	Actual to 2018/19 Year End	-
Expires: 30 June 2021	Estimated Actual for 2019/20	52,000
	Estimate for 2020/21	22,000
	Estimated Appropriation Remaining	-

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

This appropriation is intended to provide financial support to airlines to pay passenger-based government charges as part of the COVID-19 Aviation Relief Package.



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

	2019/20			
	Estimates Standard	Supplementary Estimates Standard	Addition to the Supplementary Estimates Standard	Total Standard
Assessment of Performance				
Qualifying payments are paid out within 15 days of receipt of a valid claim or request for payment under the terms and conditions of the aviation relief package.	New Measure	New Measure	90%	90%

### *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 is a new appropriation of \$74 million for 2019/20 to provide financial support to airlines to pay passenger-based government charges as part of the COVID-19 response.

## 3.5 - Non-Departmental Capital Expenditure

### COVID-19 - NLTF Borrowing Facility (M72)

#### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>COVID-19 - NLTF Borrowing Facility (M72)</b> This appropriation is limited to loans to Waka Kotahi NZ Transport Agency to manage revenue shocks due to the impact of Covid-19 on the National Land Transport Fund.  Commences: 11 May 2020  Expires: 30 June 2022	Original Appropriation	425,000
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	425,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	425,000
	Estimate for 2020/21	-
	Estimated Appropriation Remaining	-

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

This appropriation is intended to enable Waka Kotahi NZ Transport Agency to manage the revenue impacts on the National Land Transport Fund arising from COVID-19.

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

Assessment of Performance	2019/20			
	Estimates Standard	Supplementary Estimates Standard	Addition to the Supplementary Estimates Standard	Total Standard
The loan will be drawn down for the purposes and on the terms agreed between Waka Kotahi NZ Transport Agency and the Minister of Transport.	New Measure	New Measure	100%	100%

#### *End of Year Performance Reporting*

Performance information for this appropriation will be reported by Waka Kotahi NZ Transport Agency in its annual report.

#### *Reasons for Change in Appropriation*

This is a new appropriation of \$425 million for 2019/20 to enable Waka Kotahi NZ Transport Agency to manage the cash flow impacts on the National Land Transport Fund arising from COVID-19.

## Loans to Essential Transport Operators (M72)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Loans to Essential Transport Operators (M72)</b> This appropriation is limited to loans to essential transport operators.  Commences: 11 May 2020  Expires: 30 June 2022	Original Appropriation	15,000
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	15,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	12,000
	Estimate for 2020/21	3,000
	Estimated Appropriation Remaining	-

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

This appropriation is intended to provide sector-specific support to maintain essential transport connectivity for the COVID-19 response and recovery. It will enable the government to respond quickly, on a case-by-case basis, where failure of a transport service would have significant negative social and economic outcomes.

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

Assessment of Performance	2019/20			
	Estimates Standard	Supplementary Estimates Standard	Addition to the Supplementary Estimates Standard	Total Standard
Percentage of funds contracted by the end of the year	New Measure	New Measure	20% or more	20% or more

### *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 is a new appropriation of \$15 million for 2019/20 to provide sector-specific support through loans to maintain essential transport connectivity for the COVID-19 response and recovery.

# 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 single 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

	2019/20			Total \$000
	Estimates \$000	Supplementary Estimates \$000	Addition to the Supplementary Estimates \$000	
<b>Total Appropriation</b>	<b>44,138</b>	<b>11,468</b>	<b>300</b>	<b>55,906</b>
<b>Departmental Output Expenses</b>				
Governance and Performance Advice on Crown Agencies	3,000	99	-	3,099
Ministerial Servicing	2,000	-	-	2,000
Policy Advice	39,138	11,369	300	50,807
<b>Funding for Departmental Output Expenses</b>				
<b>Revenue from the Crown</b>	<b>44,138</b>	<b>6,032</b>	<b>300</b>	<b>50,470</b>
Governance and Performance Advice on Crown Agencies	3,000	99	-	3,099
Ministerial Servicing	2,000	-	-	2,000
Policy Advice	39,138	5,933	300	45,371
<b>Revenue from Others</b>	<b>-</b>	<b>5,436</b>	<b>-</b>	<b>5,436</b>
Policy Advice	-	5,436	-	5,436

### *Reasons for Change in Appropriation*

This appropriation increased by a further \$300,000 to \$55.906 million for 2019/20 for the Ministry of Transport to contract external commercial expertise to support the assessment of requests and engagement on commercial issues in relation to the COVID-19 response and recovery.

## **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*

	2019/20			
	Estimates \$000	Supplementary Estimates \$000	Addition to the Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>42,918</b>	<b>206,710</b>	<b>(18,000)</b>	<b>231,628</b>
<b>Non-Departmental Output Expenses</b>				
Supporting Regional and Infrastructure Projects	-	3,995	-	3,995

	2019/20			
	Estimates \$000	Supplementary Estimates \$000	Addition to the Supplementary Estimates \$000	Total \$000
<b>Non-Departmental Other Expenses</b>				
Enabling Infrastructure Projects	8,100	115,370	(2,000)	121,470
Regional Projects and Capability	1,000	3,865	26,000	30,685
<b>Non-Departmental Capital Expenditure</b>				
Infrastructure Projects	218	19,080	-	19,298
Rail Projects	33,600	64,400	(42,000)	56,000

### *Service Providers for the Multi-Category Appropriation*

Provider	2019/20 Final Budgeted \$000	2019/20 Estimated Actual \$000	2020/21 Budget \$000	Expiry of Resourcing Commitment
Waka Kotahi NZ Transport Agency	82,228	82,228	79,083	-
KiwiRail	149,400	149,400	122,100	-
<b>Total</b>	<b>231,628</b>	<b>231,628</b>	<b>201,183</b>	

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

### *Reasons for Change in Appropriation*

This appropriation decreased by a further \$18 million to \$231.628 million for 2019/20 due to the net of:

- \$42 million transferred to Vote Business, Science and Innovation for the reprioritisation of the funding for Tourism Rail projects (decrease)
- \$26 million additional funding to fund rail projects to support worker redeployment in light of COVID-19. These projects include \$13 million for deferred maintenance in regional New Zealand and \$13 million for drainage improvements in regions (increase), and
- \$2 million transferred to Vote Business, Science and Innovation after the reprioritisation of the funding for the Dannevirke Rail Hub project (decrease).