

Filenote : T/4/1/1

29 June 2000 Patronage Funding.djw

Ministry of Transport Presentation to PTAG

Re Government Objectives for Patronage Funding

- Grants to Regional Councils based on patronage
- Transfund agreement with Minister says:
 - Enhancement of opportunities for people dependent on public transport
 - Options for travel in urban areas
 - Reduce congestion

• Principles of Government

- Patronage funding is a new system (available in October)
- Increase annual government support by \$14 m a year initially
- Increase beyond that depends on patronage growth

• Features

- Voluntary (but may become mandatory later)
- Simple
- Naturally consistent

• Expectations

- Refined over time
- Social service output not included
- Legislative change later (legislative slot now March 2001)
- Need for high degree of co-operation between:
 - Transfund and Regional Councils
 - Regional Councils and operators regarding patronage data