

Vote ACC

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister for ACC (M1)

ADMINISTERING DEPARTMENT: Department of Labour

MINISTER RESPONSIBLE FOR DEPARTMENT OF LABOUR: Minister of Labour

Details of Appropriations

Details of Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2007/08		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Departmental Output Expenses			
Policy and Monitoring (M1) To provide policy advice, analysis, evaluation, research, monitoring, purchase advice, legislation and regulatory support, and ministerial servicing on the ACC scheme and the performance of the Accident Compensation Corporation (ACC).	2,382	12	2,394
Regulatory Services (M1) To manage the residual long-term responsibility related to the Crown's ongoing risks resulting from the introduction of the competitive accident insurance market during 1999/2000.	99	-	99
Total Departmental Output Expenses	2,481	12	2,493
Non-Departmental Output Expenses			
Case Management and Supporting Services (M1) To cover the cost of injury prevention, claim processing, assessment, payment services and case management on the Non-Earners' Account.	57,278	(3,708)	53,570
Claim Entitlements and Services (M1) To cover the cost of purchasing medical services, social rehabilitation and elective health care services on the Non-Earners' Account and contracted services.	458,760	1,410	460,170
Public Health Acute Services (M1) To fund public health acute services for claims on the Non-Earners' Account.	191,769	17,165	208,934
Total Non-Departmental Output Expenses	707,807	14,867	722,674
Benefits and Other Unrequited Expenses			
Other Compensation (M1) To cover the cost of income maintenance, independence allowance, and other compensation payments for claims on the Non-Earners' Account and contracted services, as well as transfers to the Medical Misadventure Account for payments made on non-earner related claims.	106,693	38,578	145,271
Total Benefits and Other Unrequited Expenses	106,693	38,578	145,271
Total Annual and Permanent Appropriations	816,981	53,457	870,438

Information Supporting the Supplementary Estimates

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Part 1 - Summary of the Vote

Part 1.3 - Trends in the Vote

Summary of Financial Activity

	2007/08				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	710,288	12	14,867	14,879	725,167
Benefits and Other Unrequited Expenses	106,693	N/A	38,578	38,578	145,271
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	-	-	-
Capital Expenditure	-	-	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	816,981	12	53,445	53,457	870,438
Crown Revenue and Receipts					
Tax Revenue	-	N/A	N/A	-	-
Non-Tax Revenue	-	N/A	N/A	-	-
Capital Receipts	-	N/A	N/A	-	-
Total Crown Revenue and Receipts	-	N/A	N/A	-	-

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

Policy and Monitoring (M1)

Scope of Appropriation

To provide policy advice, analysis, evaluation, research, monitoring, purchase advice, legislation and regulatory support, and ministerial servicing on the ACC scheme and the performance of the Accident Compensation Corporation (ACC).

Reasons for Change in Appropriation

This appropriation will increase by \$12,000 to \$2.394 million for 2007/08. This change is the result of a review of accounting treatment of interest.

Part 2.2 - Non-Departmental Output Expenses

Case Management and Supporting Services (M1)

Scope of Appropriation

To cover the cost of injury prevention, claim processing, assessment, payment services and case management on the Non-Earners' Account.

Reasons for Change in Appropriation

This appropriation will decrease by \$3.708 million to \$53.570 million in 2007/08. The decrease in funding relates to decreases in the ACC Non-Earners' Account for the changes in discount rate applied to the investment return assumption and consequential value of the Account.

Claim Entitlements and Services (M1)

Scope of Appropriation

To cover the cost of purchasing medical services, social rehabilitation and elective health care services on the Non-Earners' Account and contracted services.

Reasons for Change in Appropriation

This appropriation will increase by \$1.410 million to \$460.170 million in 2007/08. This increase relates to:

- a decrease in the ACC Non-Earners' Account for the changes in discount rate applied to the investment return assumption and consequential value of the Account (\$3.410 million)
- an increase of additional funding for ACC Home Support Services (\$4.820 million).

Public Health Acute Services (M1)*Scope of Appropriation*

To fund public health acute services for claims on the Non-Earners' Account.

Reasons for Change in Appropriation

This appropriation will increase by \$17.165 million to \$208.934 million for 2007/08. The increase in funding relates to increases in the ACC Non-Earners' Account for the changes in discount rate applied to the investment return assumption and consequential value of the Account.

Part 3 - Details for Benefits and Other Unrequited Expenses

Part 3.2 - Non-Departmental Benefits and Other Unrequited Expenses

Other Compensation (M1)

Scope of Appropriation

To cover the cost of income maintenance, independence allowance, and other compensation payments for claims on the Non-Earners' Account and contracted services, as well as transfers to the Medical Misadventure Account for payments made on non-earner related claims.

Reasons for Change in Appropriation

This appropriation will increase by \$38.578 million to \$145.271 million for 2007/08. The increase in funding relates to:

- increases in the ACC Non-Earners' Account for the changes in discount rate applied to the investment return assumption and consequential value of the Account
- increase in the Treatment Injury Account arising from the change in proportion allocated from the ACC Non-Earners' and ACC Earners' Accounts.