

Information Supporting the Supplementary Estimates

Vote State Services

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of State Services (M66)

ADMINISTERING DEPARTMENT: State Services Commission

MINISTER RESPONSIBLE FOR STATE SERVICES COMMISSION: Minister of State Services

Part 1 - Summary of the Vote

Part 1.3 - Trends in the Vote

Summary of Financial Activity

	2008/09				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	60,674	4,201	-	4,201	64,875
Benefits and Other Unrequited Expenses	3,851	N/A	(3,851)	(3,851)	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	131,732	-	11,725	11,725	143,457
Capital Expenditure	9,105	1,892	-	1,892	10,997
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	205,362	6,093	7,874	13,967	219,329
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	11,805	N/A	492	492	12,297
Capital Receipts	-	N/A	-	-	-
Total Crown Revenue and Capital Receipts	11,805	N/A	492	492	12,297

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

E-government Development and Operations (M66)

Scope of Appropriation

The development, operations and evaluation of e-government services, infrastructure and initiatives in the State sector.

Expenses and Revenue

	2008/09		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	19,987	3,389	23,376
Revenue from Crown	17,195	2,102	19,297
Revenue from Other	2,792	1,287	4,079

Reasons for Change in Appropriation

Appropriation changes have resulted from additional activity programmes including the Gateway and G2009 programmes. An operating expense transfer from 2007/08 of \$345,000 occurred. A transfer of \$2.100 million of capital funding also occurred.

Government Shared Network (M66)

Scope of Appropriation

The development, deployment and operation of Telecommunications infrastructure, architected to government standards, for the shared use of public sector agencies.

Expenses and Revenue

	2008/09		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	15,268	1,368	16,636
Revenue from Crown	-	12,970	12,970
Revenue from Other	12,421	(8,755)	3,666

Reasons for Change in Appropriation

During 2008/09 Cabinet made a decision to exit the Government Shared Network. The change in appropriation represents the cost to continue running the Government Shared Network through to exit.

State Services Development, Governance and Performance (M66)

Scope of Appropriation

Chief executive appointment and performance management services, advice on governance and performance of the State Services, leading and reinforcing integrity and conduct, support to the Minister of State Services, and operational services to client departments.

Expenses and Revenue

	2008/09		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	11,431	(427)	11,004
Revenue from Crown	10,849	(780)	10,069
Revenue from Other	582	353	935

Reasons for Change in Appropriation

The change in the revenue other appropriation represents expense transfers from 2007/08 to 2008/09. The reduction in revenue Crown largely represents an expense transfer from 2008/09 to 2009/10.

State Services People Capability (M66)

Scope of Appropriation

The development, implementation and evaluation of initiatives to ensure the State Services is an employer of choice, and to develop the skills of State servants at all levels.

Expenses and Revenue

	2008/09		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	13,872	(129)	13,743
Revenue from Crown	7,520	(751)	6,769
Revenue from Other	6,352	622	6,974

Reasons for Change in Appropriation

The increase in revenue other represents an expense transfer from 2007/08 to 2008/09. The reduction in revenue Crown largely represents the transfer of the Mainstream programme to the Ministry of Social development at 1 July 2008.

Part 3 - Details for Benefits and Other Unrequited Expenses

Part 3.2 - Non-Departmental Benefits and Other Unrequited Expenses

Mainstream Supported Employment Programme (M66)

Scope of Appropriation

This appropriation is limited to salary subsidy, training, and other support provided by the Mainstream Supported Employment Programme, which is a programme to assist people with disabilities to gain permanent employment in the State sector.

Reasons for Change in Appropriation

This appropriation no longer exists in Vote State Services as it was transferred to Vote Social Development at 1 July 2008.

Part 5 - Details and Expected Results for Other Expenses

Part 5.2 - Non-Departmental Other Expenses

KiwiSaver: State Sector Employer Contributions (M66)

Scope of Appropriation

This appropriation is limited to the reimbursement of the net cost of compulsory employer contributions to KiwiSaver above the employer tax credits received for employees of State sector employers who are not members of other subsidised schemes.

Expenses

	2008/09		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	2,000	20,000	22,000

Reasons for Change in Appropriation

The appropriation has increased by \$20 million to \$22 million due to the uptake of the KiwiSaver Scheme by New Zealand employees being greater than expected.

Remuneration and Related Employment Costs of Chief Executives (M66)

Scope of Appropriation

This appropriation is limited to the remuneration and costs relating to the employment of chief executives employed by the State Services Commissioner.

Reasons for Change in Appropriation

This appropriation increased by \$352,000 to \$13.324 million representing the correction of a saving in the 2007/08 year applied to outyears instead of just the 2007/08 year.

Settlement of Legal Liabilities (M66)

Scope of Appropriation

The settlement of legal liabilities incurred by now-disestablished government departments and other Crown settlements.

Reasons for Change in Appropriation

This appropriation has decreased by \$189,000 to \$7,000 through the Statute of Limitations on a liability not realised.

State Sector Retirement Savings Scheme: State Sector Employer Contributions (M66)

Scope of Appropriation

This appropriation is limited to the reimbursement of employer contributions to the State Sector Retirement Savings Scheme for employees of Public Service and non-Public Service departments and in the Education Service.

Reasons for Change in Appropriation

This appropriation has decreased by \$8.438 million to \$108.126 million due to the closure of the scheme to new contributors.