

Information Supporting the Supplementary Estimates

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

Part 1 - Summary of the Vote

Part 1.3 - Trends in the Vote

Summary of Financial Activity

| | 2009/10 | | | | |
|---|--------------------|---------------------------------------|---|--------------------------------|------------------|
| | Estimates \$000 | Supplementary Estimates | | | Total \$000 |
| | | Departmental Transactions \$000 | Non- Departmental Transactions \$000 | Total Transactions \$000 | |
| Appropriations | | | | | |
| Output Expenses | 996,092 | 410 | - | 410 | 996,502 |
| Benefits and Other Unrequited Expenses | 269,891 | N/A | - | - | 269,891 |
| Borrowing Expenses | - | - | - | - | - |
| Other Expenses | - | - | - | - | - |
| Capital Expenditure | - | - | - | - | - |
| Intelligence and Security Department Expenses and Capital Expenditure | - | - | N/A | - | - |
| Total Appropriations | 1,265,983 | 410 | - | 410 | 1,266,393 |
| Crown Revenue and Capital Receipts | | | | | |
| Tax Revenue | - | N/A | - | - | - |
| Non-Tax Revenue | - | N/A | - | - | - |
| Capital Receipts | - | N/A | - | - | - |
| Total Crown Revenue and Capital Receipts | - | 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).

Expenses and Revenue

| | 2009/10 | | |
|---------------------|--------------------|-------------------------------------|----------------|
| | Estimates \$000 | Supplementary Estimates \$000 | Total \$000 |
| Total Appropriation | 2,953 | 370 | 3,323 |
| Revenue from Crown | 2,891 | 370 | 3,261 |
| Revenue from Other | 62 | - | 62 |

Reasons for Change in Appropriation

This appropriation will increase by \$370,000 to \$3.323 million in 2009/10. This increase relates to:

- a fiscally neutral realignment of costs to the Department's cost allocation model (\$222,000)
- an expense transfer (\$165,000) from 2008/09 for the ACC Stocktake.

This is partially offset by a decrease in funding relating to:

- expenditure transfers to 2010/11 due to delays in the following projects: Corporate Model Implementation project and Policy, Research and Evaluation and Vote Employment review (\$8,000), and the Human Resources Management Information System (\$1,000)
- an expenditure transfer to outyears due to delays in the Financial Management Information System project - transfer from 2009/10 (\$8,000).

Regulatory Services (M1)

Scope of Appropriation

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.

Expenses and Revenue

| | 2009/10 | | |
|---------------------|--------------------|-------------------------------------|----------------|
| | Estimates \$000 | Supplementary Estimates \$000 | Total \$000 |
| Total Appropriation | 120 | 40 | 160 |
| Revenue from Crown | 119 | 40 | 159 |
| Revenue from Other | 1 | - | 1 |

Reasons for Change in Appropriation

This appropriation will increase by \$40,000 to \$160,000 in 2009/10. This increase relates to a fiscally neutral realignment of costs to the Department's cost allocation model (\$41,000), offset by a decrease of funding for an expenditure transfer to 2010/11 due to delays in the Financial Management Information System project (\$1,000).