

Information Supporting the Supplementary Estimates

Vote Education

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Education (M26), Minister for Tertiary Education (M68)

ADMINISTERING DEPARTMENT: Ministry of Education

MINISTER RESPONSIBLE FOR MINISTRY OF EDUCATION: Minister of Education

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	4,072,751	38,191	3,468	41,659	4,114,410
Benefits and Other Unrequited Expenses	79,249	N/A	(6,453)	(6,453)	72,796
Borrowing Expenses	-	-	-	-	-
Other Expenses	6,650,667	-	161,431	161,431	6,812,098
Capital Expenditure	705,844	44,600	823	45,423	751,267
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	11,508,511	82,791	159,269	242,060	11,750,571
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	64,144	N/A	47,437	47,437	111,581
Capital Receipts	1,080	N/A	(1,080)	(1,080)	-
Total Crown Revenue and Capital Receipts	65,224	N/A	46,357	46,357	111,581

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

Interventions for Target Student Groups (M26)

Scope of Appropriation

Expenditure on policies and services focused on targeted student groups' or individuals' participation in education. This includes providing services to individuals with special education and developmental needs, providing additional funding for the support of students with special education needs, providing alternative education options, working with individuals and relevant stakeholders to resolve participation issues, and administering scholarships and awards for individuals.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	226,442	(1,176)	225,266
Revenue from Crown	223,194	(1,260)	221,934
Revenue from Other	3,248	84	3,332

Reasons for Change in Appropriation

This appropriation decreased by \$1.176 million to \$225.266 million for 2009/10 owing to a combination of:

- a transfer of funding for the Interim Response Fund for Disruptive Students to non-departmental other expense Special Needs Support (\$2 million decrease)
- adjustments to maintain therapy services for some high needs students (\$747,000 decrease), and
- implementation of the Positive Behaviour for Learning Action Plan (\$1.400 million increase), partly funded by a transfer from non-departmental other expense Special Needs Support.

School Property Portfolio Management (M26)

Scope of Appropriation

Expenditure on goods and services focused on providing the land, buildings and other facilities that make up the property portfolio of the State school sector. This includes purchasing and constructing new property, upgrading existing property to maintain the quality of the portfolio, disposing of surplus property, and managing teacher and caretaker housing.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	1,244,497	43,374	1,287,871
Revenue from Crown	1,237,210	47,372	1,284,582
Revenue from Other	7,287	(3,998)	3,289

Reasons for Change in Appropriation

This appropriation increased by \$43.374 million to \$1,287.871 million for 2009/10 mainly owing to a combination of:

- increased capital charge and depreciation costs as a consequence of the revaluation of school sector property at 30 June 2009 (\$42.017 million increase)
- increased expenditure on managing defective school buildings and site surveys for new early childhood education centres for which funds were transferred from capital (\$5.900 million increase)
- reduced costs related to disposals of surplus properties (\$2.400 million decrease), and
- other capital charge adjustments that are mainly related to timing (\$2.174 million decrease).

Strategic Leadership in the Sector (M26)

Scope of Appropriation

Expenditure on policies and services focused on the Ministry's leadership role in the education sector. This includes enhancing the Ministry's coordination with other sector and Government agencies and forums, undertaking research and analysis, developing sector policy, monitoring the sector and select crown entities, and supporting the Minister of Education and Associate Minister to meet their obligations to Parliament.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	31,147	129	31,276
Revenue from Crown	30,732	97	30,829
Revenue from Other	415	32	447

Reasons for Change in Appropriation

This appropriation increased by \$129,000 to \$31.276 million for 2009/10 as a result of:

- provision for participation in a longitudinal study transferred from non-departmental output Education Research Initiatives (\$100,000 increase), and
- increased provision for contributions to superannuation schemes and adjustments related to the timing of capital charge (\$29,000 increase).

Strategic Leadership in the Tertiary System (M68)

Scope of Appropriation

Expenditure on policies and services focused on the Ministry's leadership role in the tertiary system. This includes enhancing coordination with sector and Government agencies and forums, undertaking research and analysis, developing sector policy, monitoring the system, providing information on tertiary and international education services, representing the education sector internationally, supporting international students, and supporting Ministers to meet their obligations to Parliament.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	15,072	10	15,082
Revenue from Crown	15,072	2	15,074
Revenue from Other	-	8	8

Reasons for Change in Appropriation

This appropriation increased by \$10,000 to \$15.082 million for 2009/10 as a result of increased provision for contributions to superannuation schemes and adjustments related to the timing of capital charge.

Support and Resources for Education Providers (M26)

Scope of Appropriation

Expenditure on policies, regulations and services focused on the governance, management and operation of education providers. This includes managing regulations, administering the distribution of resources, delivering services that support school management - including industrial relations and education payroll, and working with providers to resolve underperformance.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	82,876	(5,618)	77,258
Revenue from Crown	81,403	(6,146)	75,257
Revenue from Other	1,473	528	2,001

Reasons for Change in Appropriation

This appropriation decreased by \$5.618 million to \$77.258 million for 2009/10 mainly owing to a combination of:

- a transfer to 2010/11 as a result of delays in the schools payroll project (\$8.020 million decrease)
- a transfer from departmental output Support and Resources for Teachers related to the long-term work programme partly offset by a transfer to 2010/11 as a result of delays in the programme (\$2.025 million increase), and
- provision to boost participation in early childhood education (\$355,000 increase).

Support and Resources for Teachers (M26)

Scope of Appropriation

Expenditure on policies and services focused on supporting the work and enhancing the capability of teachers. This includes providing curriculum and achievement standards, teaching resources, professional development, and administering scholarships and awards for existing teachers and principals.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	59,883	1,464	61,347
Revenue from Crown	59,742	1,440	61,182
Revenue from Other	141	24	165

Reasons for Change in Appropriation

This appropriation increased by \$1.464 million to \$61.347 million for 2009/10 mainly owing to a combination of:

- extension of the National Education Network trial and support for broadband initiatives (\$4.764 million increase)
- bringing forward some expenditure on development of assessment resources for the National Certificate of Educational Achievement (\$367,000 increase)
- a transfer to departmental output Support and Resources for Education Providers related to the long term work programme (\$3.425 million decrease), and
- delays on work developing assessment tools (\$263,000 decrease).

Support and Resources for the Community (M26)

Scope of Appropriation

Expenditure on policies and programmes focused on the community's knowledge of and participation in the education system. This includes engaging with, providing information and support to, and delivering education courses to the community.

Expenses and Revenue

	2009/10		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Total Appropriation	14,484	8	14,492
Revenue from Crown	14,343	(1)	14,342
Revenue from Other	141	9	150

Reasons for Change in Appropriation

This appropriation increased by \$8,000 to \$14,492 million for 2009/10 as a result of increased provision for contributions to superannuation schemes and adjustments related to the timing of capital charge.

Part 2.2 - Non-Departmental Output Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
<p>Outcome: Every child achieves literacy and numeracy levels that enable their success.</p> <p>Impacts:</p> <p>Literacy and numeracy levels increasing for those groups currently not achieving literacy and numeracy standards.</p> <p>Every child making progress in line with their own skill levels to reach and exceed National Standards, regardless of where they go to school, their background, if they have a disability or have special education needs.</p> <p>Teachers, principals and schools responding more quickly and effectively to the learning needs of students who are not achieving.</p> <p>Greater levels of understanding and participation among parents in working with the teacher and their child to support the child's literacy and numeracy.</p>	Service Academies (M26)
<p>Outcome: Every young person has the skills and qualifications to contribute to their and New Zealand's future.</p> <p>Impacts:</p> <p>Increased student engagement and retention in education.</p> <p>Fewer numbers of young people leaving education without worthwhile qualifications.</p> <p>Reduced numbers of young people who are not in education, training or employment.</p>	Service Academies (M26)

Curriculum Support (M26)

Scope of Appropriation

Purchase of supplementary educational programmes for schools and communities to ensure wider access to these opportunities.

Reasons for Change in Appropriation

This appropriation increased by \$1.987 million to \$67.575 million for 2009/10. The increase in appropriation is mainly owing to a combination of:

- transfers of funding from non-departmental output Professional Development and Support to merge the Laptops for Teachers and Laptops for Principals programmes (\$3.020 million increase) and to support the Gifted Education programme (\$636,000 increase)
- a transfer of funding from non-departmental other expense Secondary Education to increase funding for the Non-Enrolled Truancy Service (\$666,000 increase), and
- transfers to non-departmental other expenses Primary Education and Secondary Education for the new Kiwisport initiative (\$2.630 million decrease).

Education Research Initiatives (M26)

Scope of Appropriation

Purchase of research about teaching and learning in our educational institutions and independent research on education issues, policies and practices.

Reasons for Change in Appropriation

This appropriation decreased by \$100,000 to \$3.130 million for 2009/10. The decrease in funding is owing to a transfer to Departmental Output Expense Strategic Leadership in the Sector to support the longitudinal study Growing Up in New Zealand.

Professional Development and Support (M26)

Scope of Appropriation

Delivery of professional development and advisory support to staff, managers and parents in early childhood education services and in schools, to support effective teaching and enhance self-management.

Reasons for Change in Appropriation

This appropriation decreased by \$5.230 million to \$99.089 million for 2009/10. The decrease in funding is mainly owing to a transfer to:

- non-departmental output Curriculum Support to merge the Laptops for Teachers and Laptops for Principals programmes (\$3.020 million), and
- 2010/11 and 2011/12 after delays in development of the Raise Māori Learners' Achievement programme (\$2.394 million).

Provision of Information and Advisory Services (M26)

Scope of Appropriation

Providing information on government education policy and programmes, general information, advisory programmes, and services to the public, community groups, industry and the education community.

Reasons for Change in Appropriation

This appropriation increased by \$260,000 to \$22.999 million for 2009/10. The increase is for immediate action to boost participation in early childhood education providers.

Qualifications Support Structures (M26)

Scope of Appropriation

Provision for the New Zealand Qualifications Authority to oversee the setting of standards and standards based qualifications. This includes recognition and review of qualifications, records management processes to support the Register of Quality Assured Qualifications and National Qualifications Framework, and participation in the promotion of the New Zealand National Qualifications system to key education and immigration partner countries.

Reasons for Change in Appropriation

This appropriation increased by \$21,000 to \$6.070 million for 2009/10. The increase in funding is owing to a transfer from Vote Foreign Affairs and Trade for support for negotiation of international trade agreements.

School Transport (M26)

Scope of Appropriation

Purchase of services to transport eligible students to and from State and integrated schools. Also included are payments to schools that manage their own transport services and payments to parents/caregivers to compensate for the costs of taking children to school where other transport services are unsuitable or unavailable.

Reasons for Change in Appropriation

This appropriation increased by \$861,000 to \$157.754 million for 2009/10. The increase in funding is mainly owing to a combination of:

- higher than expected transport assistance costs for students with special education needs (\$4.648 million increase)
- higher costs for Directly Resourced Services, including a flow-on effect of the 2008 national school bus tender round and index-based adjustments and provision for additional services (\$4.111 million increase), and
- a reduction for Daily Service contract rates based on negative movements in the indices that determine rate changes (\$7.680 million decrease).

Service Academies (M26)

Scope of Appropriation

This appropriation is limited to providing military-focused programmes for disengaged or disengaging senior students in secondary schools.

Expenses

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	360	360

Reasons for Change in Appropriation

This is a new appropriation in 2009/10 of \$360,000 to provide funding for new and existing Service Academies.

Output Performance Measures and Standards

Performance Measures	2009/10		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Number of schools that operate a service academy programme in accordance with the service delivery model agreed by Ministers.	N/A	16	16
The average number of students in each service academy programme.	N/A	20	20
Students in service academies will be Year 12 and Year 13, or other senior students approved by the school, and at risk of disengaging from education.	N/A	100%	100%
Percentage of students who complete the service academy programme that: <ul style="list-style-type: none"> • achieve Mathematics and English at NCEA Level 1 or above • achieve other credits from the National Qualifications Framework to complement their studies • complete the military-focused courses provided by the New Zealand Defence Force, and • either gain sustainable employment, enter tertiary education or return to mainstream education. 	N/A	90%	90%

Conditions on Use of Appropriation

Reference	Conditions
Cabinet decision.	<p>The service academy programme targets:</p> <ul style="list-style-type: none"> • students who are in Year 12 and Year 13 in low decile (1-3) schools • other senior students approved by their school • are at risk of disengaging from education.

Tertiary Education: Student Achievement Component (M68)

Scope of Appropriation

This appropriation is limited to teaching and learning services for enrolled students in approved courses at tertiary education organisations to achieve recognised tertiary qualifications.

Reasons for Change in Appropriation

This appropriation increased by \$18.809 million to \$1,622.950 million for 2009/10. The increase in funding is mainly owing to:

- increased funding for additional equivalent full-time students in Youth Guarantee programmes (\$11.998 million)
- a transfer from non-departmental other expense Tertiary Education Organisation Component Capability Fund to enable wānanga to implement Job Summit Initiatives and respond to increased demand for student places (\$3.750 million), and
- a transfer from 2008/09 of unspent funding for reallocation under Investment Plans (\$3.688 million).

Training for Designated Groups (M68)

Scope of Appropriation

Purchasing training linked to the National Qualifications Framework and the purchase of both on-job and off-job training places including delivery of fully or partially funded training places.

Reasons for Change in Appropriation

This appropriation decreased by \$13.500 million to \$294.810 million for 2009/10. The decrease represents lower than expected uptake of places in the Industry Training Fund and the Modern Apprenticeships Programme.

Part 3 - Details for Benefits and Other Unrequited Expenses

Part 3.2 - Non-Departmental Benefits and Other Unrequited Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
<p>Outcome: Every young person has the skills and qualifications to contribute to their and New Zealand's future.</p> <p>Impacts: Increased student engagement and retention in education. Fewer numbers of young people leaving education without worthwhile qualifications. Reduced numbers of young people who are not in education, training or employment.</p>	Scholarships for Students to Attend Private Schools (M26)

Boarding Allowances and Bursaries (M26)

Scope of Appropriation

Provides an annual allowance to subsidise boarding fees and some travel costs of primary and secondary students who must live away from home to receive their education, either because of the distance of the nearest school or bus service from their home, or because certain approved subjects are not available at their local school. Bursaries are awarded according to the School Boarding Bursaries Regulations 1972.

Reasons for Change in Appropriation

This appropriation decreased by \$552,000 to \$7.517 million for 2009/10. The decrease in appropriation is owing to a transfer to benefit expense Mapihi Pounamu to alleviate funding pressures in that appropriation.

Home Schooling Allowances (M26)

Scope of Appropriation

Provides an allowance payable to parents/caregivers of children in full-time correspondence programmes for primary and secondary education and to parents/caregivers of children receiving their primary and secondary education at home (where a certificate of exemption from enrolment has been approved under section 21 of the Education Act 1989).

Reasons for Change in Appropriation

This appropriation increased by \$203,000 to \$5.537 million for 2009/10. The increase in appropriation is owing to a provision for increased numbers of home supervisor's allowances for parents and caregivers of full-time correspondence school students.

International Student Scholarship Scheme (M68)

Scope of Appropriation

Scholarships available to international students wishing to study in New Zealand. Details of the criteria and selection process for the scheme are available from Education New Zealand.

Reasons for Change in Appropriation

This appropriation decreased by \$50,000 to \$3.050 million for 2009/10. The decrease in appropriation is owing to a transfer to benefit expense Study Abroad Awards to alleviate funding pressures in that appropriation.

Mapihi Pounamu (M26)

Scope of Appropriation

Assistance to at-risk secondary school-aged students aged 14 and above, who face barriers to learning to ensure that they participate and achieve in education. The scheme is administered by the Ministry of Education.

Reasons for Change in Appropriation

This appropriation increased by \$552,000 to \$3.802 million for 2009/10. The increase in appropriation is owing to a transfer from benefit expense Boarding Allowances and Bursaries to alleviate funding pressures related to higher than expected demand.

Scholarships for Students to Attend Private Schools (M26)

Scope of Appropriation

Assistance to students from low-income families to attend private schools.

Expenses

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	1,213	1,213

Reasons for Change in Appropriation

This is a new appropriation in 2009/10 of \$1.213 million to enable students from low-income families to attend private secondary schools.

Study Abroad Awards (M68)

Scope of Appropriation

Awards granted to provide assistance to top scholars, researchers and teachers to undertake placements abroad and to participate in reciprocal education exchange arrangements with partner countries in selected areas of priority study, teaching and research. The criteria and selection process are available from Education New Zealand and AFS Intercultural Programmes New Zealand.

Reasons for Change in Appropriation

This appropriation increased by \$50,000 to \$1.840 million for 2009/10. The increase in appropriation is owing to a transfer from benefit expense International Student Scholarship Scheme to alleviate funding pressures related to higher than expected demand.

Teacher Trainee Scholarships (M26)

Scope of Appropriation

Scholarships and allowances for students undertaking teacher training education, and loan support payments to teachers. The criteria and process for awarding scholarships are published by the Ministry of Education.

Reasons for Change in Appropriation

This appropriation decreased by \$7.869 million to \$858,000 for 2009/10. The decrease in appropriation is mainly owing to:

- transfers to Vote Social Development to enable StudyLink to continue to make scholarship payments to recipients and providers (\$4.500 million), and
- savings owing to lower than expected demand in other programmes (\$3.299 million).

Part 5 - Details and Expected Results for Other Expenses

Part 5.2 - Non-Departmental Other Expenses

Adult and Community Education (M68)

Scope of Appropriation

This appropriation is limited to providing funding for delivery of community and adult education courses including literacy and English for speakers of other languages training through tertiary education institutions, schools and other agencies.

Reasons for Change in Appropriation

This appropriation increased by \$3.126 million to \$83.155 million for 2009/10. The increase in funding is mainly owing to:

- a transfer from 2008/09 of unspent funding for the Foundation Learning Pool (\$1.094 million), and
- a transfer from non-departmental other expense Tertiary Education Grants and Other Funding to move adult literacy projects to the Foundation Learning Pool (\$2.275 million).

Early Childhood Education (M26)

Scope of Appropriation

Subsidising early childhood education services for children under six years of age from licensed and chartered early childhood education services (including centres and chartered home-based care networks) and from licence-exempt and certificated centres. Also included are several targeted funds.

Reasons for Change in Appropriation

This appropriation increased by \$50.979 million to \$1,156.621 million for 2009/10. The increase in funding is mainly owing to a combination of:

- more child hours than expected funded at higher funding rates, including kindergartens moving more quickly from providing sessional to all-day services (\$44.405 million increase)
- increased early childhood education funding rates (\$6.847 million increase)
- more provisionally registered teachers receiving a support grant than expected (\$3.078 million increase), and
- a slight reduction in the number of hours of early childhood education (\$3.784 million decrease).

Early Childhood Grants (M26)

Scope of Appropriation

Assistance is provided to early childhood education groups for developing accommodation including the establishment of new centres, or to increase the capacity or improve the standard of accommodation in existing centres. The criteria and selection process are published by the Ministry of Education.

Reasons for Change in Appropriation

This appropriation decreased by \$615,000 to \$13.844 million for 2009/10. The decrease in funding is owing to transfers to non-departmental output Provision of Information and Advisory Services and departmental output Support and Resources for Education Providers for immediate action to boost participation in early childhood education.

Integrated Schools Property (M26)

Scope of Appropriation

Provision for modernisation of existing property at integrated schools as part of a funding regime negotiated with the proprietors of integrated schools. Funding to assist in the expansion of the network is also included.

Reasons for Change in Appropriation

This appropriation increased by \$2.529 million to \$46.907 million for 2009/10. The increase in funding is owing to a combination of:

- an increase in maintenance funding for proprietors of integrated schools arising from revaluations of school sector property at 30 June 2009 (\$2.865 million increase), and
- a transfer to 2010/11 owing to building delays of several classrooms required for roll growth (\$336,000 decrease).

Interest Subsidy for Schools (M26)

Scope of Appropriation

Provides a subsidy on interest payments for borrowing by private and state integrated schools for approved property-related projects. Administration costs are also included.

Reasons for Change in Appropriation

This appropriation decreased by \$181,000 to \$393,000 for 2009/10. The decrease in funding is owing to lower than expected interest rates, resulting in reduced subsidies payable on school loans (\$181,000).

Primary Education (M26)

Scope of Appropriation

Delivering the curriculum for Years 0 to 8 (new entrant to Form 2) to pupils of State, integrated, private schools and The Correspondence School. Provides roll-based operations funding to schools, teacher and management salaries, support costs and supplementary funding programmes.

Reasons for Change in Appropriation

This appropriation increased by \$57.205 million to \$2,551.651 million for 2009/10. The increase in funding is mainly owing to a combination of:

- higher than expected rates largely owing to the impact of extra salary units as per the Primary Teachers Collective Agreement (\$25.788 million increase)
- higher than expected numbers of Full-Time Teacher Equivalent, owing to higher usage of entitlements and provisional rolls based on March roll data (\$29.019 million increase)
- increased funding for Kiwisport - to increase young people's participation in sport (\$6 million increase)
- funding for increased energy costs in schools (\$2.805 million increase)
- higher than expected adjustments to schools' 2009 operational funding entitlements (\$2.261 million increase)
- reduced funding owing to lower than expected rolls (\$3.315 million decrease)
- transfers to non-departmental other expense Secondary Education reflecting revised allocations between appropriations for salary costs, Private School subsidies and Correspondence School funding (\$4.095 million decrease), and
- a transfer to non-departmental other expense Special Needs Support to correct the allocation made in Budget 2009 for extending the Ongoing and Reviewable Resourcing Schemes (\$1.554 million decrease).

School Transport (M26)

Scope of Appropriation

Payments to teachers who, as Bus Controllers, assist in the provision of school transport assistance.

Reasons for Change in Appropriation

This appropriation decreased by \$60,000 to \$892,000 for 2009/10. The decrease in funding is mainly owing to revised estimates of entitlements for bus controllers.

Secondary Education (M26)

Scope of Appropriation

Delivering the curriculum for Years 9 to 13 (Forms 3 to 7) to pupils of State, integrated, private schools and The Correspondence School. Provides roll-based operations funding to schools, teacher and management salaries, support costs and supplementary funding programmes.

Reasons for Change in Appropriation

This appropriation increased by \$39.413 million to \$1,907.026 million for 2009/10. The increase in funding is mainly owing to a combination of:

- higher than expected numbers of Full-Time Teacher Equivalents, mainly as a result of increased retention in the senior secondary school sector (\$29.350 million increase)
- higher than expected growth in enrolments in The Correspondence School (\$5.857 million increase)
- increased funding for Kiwisport - to increase young people's participation in sport (\$3.400 million increase)
- increased energy costs in schools (\$2.463 million increase)
- transfers from non-departmental other expenses Primary Education and Special Needs Support reflecting revised allocations between appropriations for salary costs (\$3.527 million increase)
- provision for progressing trade academies (\$1.100 million increase)
- a transfer to benefit expense appropriation Scholarships for Students to Attend Private Schools to establish this new programme (\$1.294 million decrease)
- a transfer to non-departmental other expense Special Needs Support to correct the allocation made in Budget 2009 for extending the Ongoing and Reviewable Resourcing Schemes (\$2.417 million decrease)
- lower than expected rates for teacher salaries (\$2.843 million decrease), and
- a transfer to non-departmental other expense Primary Education to allow the roll out of the electronic enrolment system and to non-departmental output Curriculum Support to increase funding for the Non-Enrolled Truancy Service (\$1.394 million decrease).

Special Needs Support (M26)

Scope of Appropriation

Providing additional resources to enable students with special education needs to participate in education including supplementary resources for special education needs, residential services, English for Speakers of Other Languages and alternative education programmes.

Reasons for Change in Appropriation

This appropriation increased by \$8.319 million to \$302.869 million for 2009/10. The increase in funding is mainly owing to a combination of:

- a transfer of funding for extending the Ongoing and Reviewable Resource Schemes from non-departmental other expenses Primary Education and Secondary Education to correct the allocation made in Budget 2009 (\$3.971 million increase)
- a transfer from departmental output Interventions for Target Student Groups for the Interim Response Fund for Disruptive Pupils because it was incorrectly allocated in Budget 2009 (\$2 million increase)
- provision of funding (in lieu of staffing) for students with high or very high special education needs at Private Schools and The Correspondence School (\$1.593 million increase)
- an increase in rates for teacher salaries (\$1.431 million increase), and
- a transfer to departmental output Interventions for Target Student Groups for implementation of the Positive Behaviour for Learning Action Plan (\$950,000 decrease). A further \$3.050 million was reallocated within this appropriation, mainly from the Enhanced Programme Fund.

Tertiary Education Grants and Other Funding (M68)

Scope of Appropriation

This appropriation is limited to contributions for capability development initiatives for tertiary education organisations (where this is outside the formal Investment Plan process); support for international education providers through the Export Education Innovations Fund; and other miscellaneous tertiary education grants and programmes. Also included is funding for depreciation on Crown-owned tertiary assets.

Reasons for Change in Appropriation

This appropriation decreased by \$2.015 million to \$65.569 million for 2009/10. The decrease in funding is mainly owing to a transfer to non-departmental other expense Adult and Community Education to move adult literacy projects to the Foundation Learning Pool (\$2.275 million).

Tertiary Education Organisation Component - Capability Fund (M68)

Scope of Appropriation

This appropriation is limited to financial contributions to the cost of tertiary education organisations maintaining and enhancing their capability to deliver quality and relevance, and to develop their specific and distinctive roles in the network of tertiary education provision.

Reasons for Change in Appropriation

This appropriation increased by \$1.976 million to \$421.686 million for 2009/10. The increase in funding is mainly owing to a combination of:

- a transfer of unspent funding from the previous year, mainly for the tertiary institution base grant, priorities for focus and supporting and encouraging innovation (\$11.180 million increase)
- funding for initial implementation of the Youth Guarantee from 1 January 2010 (\$1.792 million increase)
- a transfer to 2010/11, mainly under supporting change and supporting and encouraging innovation elements, to meet approved Investment Plan expenditure (\$5.785 million decrease), and
- a transfer to non-departmental output Tertiary Education: Student Achievement Component for the wānanga sector to respond to Job Summit initiatives and increased demand for student places (\$5.211 million decrease).

Tertiary Education Organisation Component - Performance Based Research Fund (M68)

Scope of Appropriation

This appropriation is limited to financial contributions for the cost of research and research-based teaching and learning in tertiary education organisations, to raise the quality and focus of research, and provide incentives for improved investment in basic research in the tertiary sector.

Reasons for Change in Appropriation

This appropriation increased by \$2.435 million to \$244.294 million for 2009/10. The increase in funding is owing to a transfer of unspent funding from the previous year (\$2.435 million).

UNESCO (M26)

Scope of Appropriation

Annual membership contribution to United Nations Educational, Scientific and Cultural Organisation's international administration and a programme of activities of the National Commission including participation in regional and international activities.

Reasons for Change in Appropriation

This appropriation increased by \$70,000 to \$2.153 million for 2009/10. The increase in funding is owing to a transfer from benefit expense Teacher Trainee Scholarships to offset the impact of adverse exchange rate movements (\$70,000).

University of Auckland Starpath Project (M68)

Scope of Appropriation

Funding under the Partnerships for Excellence programme to support the Starpath initiatives at the University of Auckland.

Reasons for Change in Appropriation

This appropriation of \$1.750 million was carried forward to 2010/11 owing to delays in the project.

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Ministry of Education - Capital Expenditure PLA (M26)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Education, as authorised by section 24(1) of the Public Finance Act 1989.

Capital Expenditure

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	28,000	5,311	33,311
Property, Plant and Equipment	596,206	39,289	635,495
Intangibles	13,477	-	13,477
Other	-	-	-
Total Appropriation	637,683	44,600	682,283

Reasons for Change in Appropriation

This appropriation increased by \$44.600 million to \$682.283 million for 2009/10. The increase in funding is owing to a combination of:

- additional funding for maintenance and improvement of school property (\$40 million increase)
- increased funding for the School Network Upgrade Programme for the introduction of ultra-fast broadband into schools (\$10.500 million increase), and
- decreased funding mainly owing to the managing of defective school buildings (\$5.900 million decrease).

Part 6.2 - Non-Departmental Capital Expenditure

Institutes of Technology and Polytechnics Distinctive Contributions (M68)

Scope of Appropriation

Capital funding to support strategic change in the Institutes of Technology and Polytechnics sector. This includes capital funding for plant and equipment, information systems, and shared infrastructure amongst Institutes of Technology and Polytechnics to enhance the capability and distinctive contributions of the sector in line with the Tertiary Education Strategy.

Reasons for Change in Appropriation

This appropriation increased by \$600,000 to \$5.100 million for 2009/10. The increase is owing to a combination of:

- a transfer of unspent funding from 2008/09 owing to delays in the programme (\$1.400 million increase), and
- a transfer to the University of Auckland Institute for Innovation in Biotechnology appropriation (\$800,000 decrease).

National Centre of Excellence in Wood Processing (M68)

Scope of Appropriation

Capital funding to complete the National Centre of Excellence in Wood Processing where a number of new programmes central to the Wood Processing Strategy will be delivered.

Reasons for Change in Appropriation

This appropriation increased by \$1 million to \$1 million for 2009/10. Funding was transferred from the previous year owing to delays in the programme.

Nelson Marlborough Institute of Technology Visual Arts and Media Block (M68)

Scope of Appropriation

This appropriation is limited to the construction of the Visual Arts and Media facility at the Nelson campus of Nelson Marlborough Institute of Technology.

Reasons for Change in Appropriation

This appropriation increased by \$5 million to \$8.132 million for 2009/10. The increase is owing to a transfer of unspent funding from the previous year.

Property Disposal Incentives Scheme (M26)

Scope of Appropriation

Payments to schools of a share of the proceeds from the sale of their surplus school property assets.

Reasons for Change in Appropriation

This appropriation decreased by \$397,000 to \$5.303 million for 2009/10. Funding has been transferred to 2010/11 owing to changes in the expected timing of property sales (\$397,000).

Redevelopment of Whitireia Community Polytechnic Porirua Campus (M68)

Scope of Appropriation

This appropriation is limited to redevelopment of the trades training facilities and the construction of a new Health Education and Social Services block at the Porirua campus of Whitireia Community Polytechnic.

Reasons for Change in Appropriation

This appropriation of \$1.080 million was carried forward to 2010/11 owing to a delay in the sale of property that will offset the planned capital injection (\$1.080 million).

Schools Furniture and Equipment (M26)

Scope of Appropriation

Provides funds to schools for new furniture and equipment when capital works (including remodelling/upgrading of existing property and new school property) are approved.

Reasons for Change in Appropriation

This appropriation increased by \$700,000 to \$24.603 million for 2009/10. The increase is owing to additional funding for the School Network Upgrade Project (\$700,000).

UCOL Whanganui Campus Redevelopment (M68)

Scope of Appropriation

Crown support for the development of the Universal College of Learning Whanganui Campus.

Reasons for Change in Appropriation

This appropriation decreased by \$1.800 million as the facility for a risk management loan expired in December 2009.

University of Auckland Institute for Innovation in Biotechnology (M68)

Scope of Appropriation

Suspensory loan under the Partnerships for Excellence programme for the establishment of a biotechnology and innovation centre for graduate training and research at the University of Auckland.

Reasons for Change in Appropriation

This appropriation increased by \$1 million to \$3 million for 2009/10. The increase is owing to a transfer of funding from the Institutes of Technology and Polytechnics Distinctive Contributions and the Wānanga and Institutes of Technology and Polytechnics Infrastructure Fund appropriations.

Wānanga and Institutes of Technology and Polytechnics Infrastructure Fund (M68)

Scope of Appropriation

This appropriation is limited to funding infrastructure development projects, including development of systems, by Wānanga and Institutes of Technology and Polytechnics that fulfil legislative requirements, address government requirements applied to either sub-sector, or fulfil commitments under individual Investment Plans.

Reasons for Change in Appropriation

This appropriation decreased by \$200,000 to \$1.688 million for 2009/10. The decrease is owing to a transfer to the University of Auckland Institute for Innovation in Biotechnology appropriation (\$200,000).

Western Institute of Technology at Taranaki (M68)

Scope of Appropriation

Financial assistance to the Western Institute of Technology at Taranaki to manage cash flow issues.

Reasons for Change in Appropriation

This appropriation decreased by \$4 million in 2009/10. Funding related to an underwriting facility is no longer required.