

## Core Crown Expense Tables

(\$ million)	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Social security and welfare	13,485	13,907	14,252	14,682	15,598	16,891	17,698	18,172	18,788	19,437
GSF	1,409	2,625	660	2,442	1,671	645	629	587	549	525
Health	7,032	7,501	8,111	8,813	9,547	10,486	11,613	11,634	11,665	11,662
Education	6,473	7,016	7,585	7,930	9,914	9,622	9,719	9,835	9,912	9,998
Core government services	1,540	1,780	1,741	2,217	2,169	3,237	2,479	2,506	2,556	2,672
Law and order	1,733	1,734	1,843	1,977	2,235	2,581	2,836	2,818	2,836	2,829
Defence	1,162	1,199	1,311	1,275	1,383	1,533	1,641	1,686	1,773	1,883
Transport and communications	989	1,408	1,461	1,635	1,818	2,505	2,792	2,796	2,566	2,476
Economic and industrial services	1,013	1,054	1,192	1,444	1,592	1,681	2,276	2,651	3,001	3,239
Primary services	304	355	368	394	467	477	494	484	477	472
Heritage, culture and recreation	434	515	634	991	1,194	884	977	867	870	868
Housing and community	93	102	139	163	202	279	304	286	270	268
Other	110	75	52	32	49	112	80	80	80	80
Finance costs	2,118	2,360	2,252	2,274	2,356	2,270	2,244	2,180	2,098	2,243
Net foreign exchange (gains)/losses	75	118	7	(35)	(295)	..	..	..	..	..
New operating spending up to Budget 2008	..	..	..	..	..	80	314	329	398	460
Forecast new operating spending	..	..	..	..	..	..	..	1,908	3,838	5,786
Top Down Expense adjustment	..	..	..	..	..	(500)	..	..	..	..
<b>Core Crown expenses</b>	<b>37,970</b>	<b>41,749</b>	<b>41,608</b>	<b>46,234</b>	<b>49,900</b>	<b>52,783</b>	<b>56,096</b>	<b>58,819</b>	<b>61,677</b>	<b>64,898</b>

Source: The Treasury

**Table 6.1** – Social security and welfare expenses

(\$ million)	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Welfare benefits	12,614	12,884	13,181	13,326	14,246	15,524	16,291	16,774	17,372	18,028
Social rehabilitation & compensation	87	146	118	152	145	163	164	171	174	179
Departmental expenses	657	666	705	781	858	986	866	859	848	835
Other non-departmental expenses	127	211	248	423	349	218	377	368	394	395
<b>Social security and welfare expenses</b>	<b>13,485</b>	<b>13,907</b>	<b>14,252</b>	<b>14,682</b>	<b>15,598</b>	<b>16,891</b>	<b>17,698</b>	<b>18,172</b>	<b>18,788</b>	<b>19,437</b>

Source: The Treasury

**Table 6.2** – New Zealand superannuation and welfare benefit expenses

(\$ million)	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
New Zealand Superannuation	5,450	5,642	5,889	6,083	6,414	6,807	7,292	7,605	7,998	8,440
Domestic Purposes Benefit	1,501	1,520	1,569	1,547	1,493	1,467	1,456	1,454	1,467	1,491
Unemployment Benefit	1,369	1,274	1,084	831	712	615	497	471	484	500
Accommodation Supplement	720	706	702	750	843	882	909	928	955	986
Invalids Benefit	832	914	976	1,026	1,073	1,136	1,201	1,253	1,305	1,353
Sickness Benefit	375	421	470	510	541	573	608	642	679	714
Disability Allowance	224	241	257	267	261	270	279	289	301	314
Transitional Retirement Benefit	97	47	11	..	..	..	..	..	..	..
Income Related Rents	274	296	340	370	395	434	465	495	527	559
Family Tax Credit	848	862	833	846	1,285	1,779	1,964	1,998	1,995	1,989
Child Tax Credit	157	143	155	141	154	44	8	4	1	..
Special Benefit	49	82	140	175	162	105	67	51	44	40
In Work Tax Credit	..	..	..	..	70	461	560	571	572	574
Benefits paid in Australia	159	121	103	91	80	71	58	51	49	41
Paid Parental Leave	..	56	63	76	96	121	128	131	139	146
Other benefits	559	559	589	613	667	759	799	831	856	881
<b>Welfare benefit expenses</b>	<b>12,614</b>	<b>12,884</b>	<b>13,181</b>	<b>13,326</b>	<b>14,246</b>	<b>15,524</b>	<b>16,291</b>	<b>16,774</b>	<b>17,372</b>	<b>18,028</b>

Source: The Treasury

**Table 6.3** – Beneficiary numbers

(Thousands)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
New Zealand Superannuation	448	454	461	469	482	495	506	516	529	543
Domestic Purposes Benefit	110	110	110	109	106	100	96	94	92	92
Unemployment Benefit	140	126	104	78	64	53	41	38	38	38
Accommodation Supplement	270	261	249	243	249	252	251	255	260	266
Invalids Benefit	62	67	70	74	76	78	81	83	86	88
Sickness Benefit	35	38	42	45	47	48	50	52	54	55

Source: The Treasury

**Table 6.4** – GSF pension expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Pension expenses	973	978	975	1,032	1,392	675	629	587	549	525
Revaluation of Unfunded Liability	436	1,647	(315)	1,410	279	(30)	..	..	..	..
<b>GSF pension expenses</b>	<b>1,409</b>	<b>2,625</b>	<b>660</b>	<b>2,442</b>	<b>1,671</b>	<b>645</b>	<b>629</b>	<b>587</b>	<b>549</b>	<b>525</b>

Source: The Treasury

**Table 6.5** – Health expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Departmental outputs	136	148	161	157	174	174	193	182	181	179
Health service purchasing	6,307	6,783	7,452	8,113	8,805	9,736	10,820	10,816	10,813	10,789
Other non-departmental outputs	61	59	71	160	135	102	99	100	93	86
Health payments to ACC	484	482	409	356	372	430	465	501	543	573
Other expenses	44	29	18	27	61	44	36	35	35	35
<b>Health expenses</b>	<b>7,032</b>	<b>7,501</b>	<b>8,111</b>	<b>8,813</b>	<b>9,547</b>	<b>10,486</b>	<b>11,613</b>	<b>11,634</b>	<b>11,665</b>	<b>11,662</b>

Source: The Treasury

**Table 6.6** – Health service purchasing

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Payments to District Health Boards	4,936	5,328	6,441	7,262	7,814	8,655	9,564	9,562	9,550	9,538
National Disability Support Services	1,170	1,260	793	620	699	754	860	851	850	848
Public Health Service Purchasing	201	195	218	231	292	327	396	403	413	403
<b>Health service purchasing</b>	<b>6,307</b>	<b>6,783</b>	<b>7,452</b>	<b>8,113</b>	<b>8,805</b>	<b>9,736</b>	<b>10,820</b>	<b>10,816</b>	<b>10,813</b>	<b>10,789</b>

Source: The Treasury

**Table 6.7** – Education expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Early childhood education	343	373	393	444	555	619	789	818	876	930
Primary and secondary schools	3,325	3,449	3,692	3,934	4,153	4,345	4,415	4,428	4,421	4,412
Tertiary funding	2,225	2,470	2,535	2,496	4,047	3,353	3,253	3,312	3,366	3,412
Departmental expenses	467	621	679	737	821	867	874	864	859	857
Other education expenses	113	103	286	319	338	438	388	413	390	387
<b>Education expenses</b>	<b>6,473</b>	<b>7,016</b>	<b>7,585</b>	<b>7,930</b>	<b>9,914</b>	<b>9,622</b>	<b>9,719</b>	<b>9,835</b>	<b>9,912</b>	<b>9,998</b>

Source: The Treasury

**Table 6.8** – Primary and secondary education expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Primary	1,706	1,749	1,884	1,964	2,062	2,146	2,182	2,187	2,212	2,209
Secondary	1,182	1,269	1,385	1,524	1,618	1,693	1,704	1,725	1,694	1,687
School transport	98	103	106	109	118	126	128	130	132	133
Special needs support	251	227	221	231	245	261	268	268	268	267
Professional Development	76	86	84	95	101	108	120	104	101	102
Schooling Improvement	12	15	12	11	9	11	13	14	14	14
<b>Primary and secondary education expenses</b>	<b>3,325</b>	<b>3,449</b>	<b>3,692</b>	<b>3,934</b>	<b>4,153</b>	<b>4,345</b>	<b>4,415</b>	<b>4,428</b>	<b>4,421</b>	<b>4,412</b>
Places (year)	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Primary	465,000	469,000	464,000	457,000	457,951	453,939	451,490	453,203	454,115	454,483
Secondary	257,000	265,000	277,000	284,000	288,711	290,180	289,169	286,712	284,627	284,006

Sources: Ministry of Education, The Treasury

**Table 6.9** – Tertiary education expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Tuition	1,515	1,729	1,770	1,647	1,865	1,953	2,106	2,139	2,171	2,192
Other tertiary funding	36	62	66	68	110	153	183	181	178	180
Tertiary student allowances	401	388	380	359	354	385	402	407	410	411
Initial fair value change in student loans	..	..	..	..	1,415	..	..	..	..	..
Student loans	273	291	319	422	303	862	562	585	607	629
<b>Tertiary education expenses</b>	<b>2,225</b>	<b>2,470</b>	<b>2,535</b>	<b>2,496</b>	<b>4,047</b>	<b>3,353</b>	<b>3,253</b>	<b>3,312</b>	<b>3,366</b>	<b>3,412</b>
Places (year)	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
EFT students	219,239	245,152	247,975	240,734	227,416	233,062	235,451	239,543	241,595	243,249

Sources: Ministry of Education, The Treasury

**Table 6.10** – Core Government service expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Official development assistance	223	230	237	297	330	348	401	432	498	567
Indemnity and guarantee expenses	..	197	9	..	..	..	..	..	..	..
Departmental expenses	907	1,025	1,096	1,570	1,403	2,496	1,692	1,686	1,671	1,720
Science expenses	202	250	283	170	157	164	170	172	174	173
Other expenses	208	78	116	180	279	229	216	216	213	212
<b>Core Government service expenses</b>	<b>1,540</b>	<b>1,780</b>	<b>1,741</b>	<b>2,217</b>	<b>2,169</b>	<b>3,237</b>	<b>2,479</b>	<b>2,506</b>	<b>2,556</b>	<b>2,672</b>

Source: The Treasury

**Table 6.11** – Law and order expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Police	755	800	844	896	976	1,075	1,172	1,181	1,179	1,178
Ministry of Justice	15	15	178	257	299	326	369	368	361	361
Department of Corrections	412	403	439	483	572	668	773	778	785	783
Department for Courts	189	211	53	..	..	..	..	..	..	..
Other departments	71	77	81	72	76	94	87	88	88	87
<b>Department expenses</b>	<b>1,442</b>	<b>1,506</b>	<b>1,595</b>	<b>1,708</b>	<b>1,923</b>	<b>2,163</b>	<b>2,401</b>	<b>2,415</b>	<b>2,413</b>	<b>2,409</b>
Non-departmental outputs	178	177	178	218	262	346	311	279	299	296
Other expenses	113	51	70	51	50	72	124	124	124	124
<b>Law and order expenses</b>	<b>1,733</b>	<b>1,734</b>	<b>1,843</b>	<b>1,977</b>	<b>2,235</b>	<b>2,581</b>	<b>2,836</b>	<b>2,818</b>	<b>2,836</b>	<b>2,829</b>

Source: The Treasury

**Table 6.12** – Defence expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
NZDF Core expenses	1,076	1,095	1,182	1,203	1,306	1,451	1,590	1,635	1,722	1,832
NZDF write-offs	..	23	72	..	..	..	..	..	..	..
NZDF East Timor deployment	20	20	..	..	..	..	..	..	..	..
MSD East Timor deployment	23	13	12	10	10	10	..	..	..	..
Other departments	43	48	45	62	67	72	51	51	51	51
<b>Defence expenses</b>	<b>1,162</b>	<b>1,199</b>	<b>1,311</b>	<b>1,275</b>	<b>1,383</b>	<b>1,533</b>	<b>1,641</b>	<b>1,686</b>	<b>1,773</b>	<b>1,883</b>

Source: The Treasury

**Table 6.13** – Transport and communication expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Land Transport NZ <sup>1</sup>	817	1,131	1,222	1,346	1,482	2,054	2,225	2,242	2,034	2,103
Departmental outputs	78	80	83	97	101	121	123	121	126	123
Other non-departmental expenses	49	61	84	79	109	107	123	116	124	114
Goodwill amortisation	23	47	47	47	47	..	..	..	..	..
Rail write-offs	..	81	19	..	..	..	..	..	..	..
Rail costs	..	..	3	63	77	214	313	309	280	134
Other expenses	22	8	3	3	2	9	8	8	2	2
<b>Transport and communication expenses</b>	<b>989</b>	<b>1,408</b>	<b>1,461</b>	<b>1,635</b>	<b>1,818</b>	<b>2,505</b>	<b>2,792</b>	<b>2,796</b>	<b>2,566</b>	<b>2,476</b>

<sup>1</sup> Since 2004/05 funding has been provided to Land Transport NZ. Prior to this, funding was received by Transfund.

Source: The Treasury

**Table 6.14** – Economic and industrial services expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Departmental outputs	414	424	478	508	549	556	577	570	564	558
Employment initiatives	209	217	222	224	202	224	223	221	217	217
Non-departmental outputs	282	277	444	549	751	810	832	920	968	1,020
Reserve Electricity Generation	..	..	..	..	26	26	55	26	26	26
Flood relief	..	..	15	52	8	..	..	..	..	..
Savings package	..	..	..	..	..	..	491	808	1,106	1,302
Other expenses	108	136	33	111	56	65	98	106	120	116
<b>Economic and industrial service expenses</b>	<b>1,013</b>	<b>1,054</b>	<b>1,192</b>	<b>1,444</b>	<b>1,592</b>	<b>1,681</b>	<b>2,276</b>	<b>2,651</b>	<b>3,001</b>	<b>3,239</b>

Source: The Treasury

**Table 6.15** – Employment initiatives

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Training incentive allowance	36	37	42	36	32	37	44	44	44	44
Community employment projects	21	21	16	6	..	..	..	..	..	..
Subsidised work	92	95	100	102	84	95	85	82	78	78
Employment support for disabled	60	61	61	74	82	88	90	91	91	91
Other employment assistance schemes	..	3	3	6	4	4	4	4	4	4
<b>Employment initiatives</b>	<b>209</b>	<b>217</b>	<b>222</b>	<b>224</b>	<b>202</b>	<b>224</b>	<b>223</b>	<b>221</b>	<b>217</b>	<b>217</b>

Source: The Treasury

**Table 6.16** – Primary service expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Departmental expenses	220	265	269	272	350	357	358	357	352	353
Non-departmental outputs	75	80	81	114	97	102	115	109	108	102
Other expenses	9	10	18	8	20	18	21	18	17	17
<b>Primary service expenses</b>	<b>304</b>	<b>355</b>	<b>368</b>	<b>394</b>	<b>467</b>	<b>477</b>	<b>494</b>	<b>484</b>	<b>477</b>	<b>472</b>

Source: The Treasury

**Table 6.17** – Heritage, culture and recreation expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Community grants	6	6	3	6	7	7	7	7	7	7
Kyoto protocol	..	..	..	310	345	..	..	..	..	..
Departmental outputs	212	253	269	292	322	395	401	398	403	410
Non-departmental outputs	130	212	258	317	351	400	392	391	391	381
Other expenses	86	44	104	66	169	82	177	71	69	70
<b>Heritage, culture and recreation expenses</b>	<b>434</b>	<b>515</b>	<b>634</b>	<b>991</b>	<b>1,194</b>	<b>884</b>	<b>977</b>	<b>867</b>	<b>870</b>	<b>868</b>
Kyoto Protocol exchange rate change in gains & losses						(96)				
<b>Heritage expenses including gains and losses</b>						<b>788</b>	<b>977</b>	<b>867</b>	<b>870</b>	<b>868</b>

Source: The Treasury

**Table 6.18** – Housing and community development expenses

(\$ million)	2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Actual	2007 Forecast	2008 Forecast	2009 Forecast	2010 Forecast	2011 Forecast
Housing subsidies	22	25	27	31	23	26	29	29	28	29
Departmental outputs	51	57	77	100	117	142	151	145	136	132
Other non-departmental expenses	20	20	35	32	62	111	124	112	106	107
<b>Housing and community development expenses</b>	<b>93</b>	<b>102</b>	<b>139</b>	<b>163</b>	<b>202</b>	<b>279</b>	<b>304</b>	<b>286</b>	<b>270</b>	<b>268</b>

Source: The Treasury