

VOTE

Government

Superannuation

Fund

Terms and Definitions Used

Act	Government Superannuation Fund Act 1956 and its amendments
Fund	Government Superannuation Fund
GSF Schemes	The Government Service Superannuation Scheme, the New Government Service Superannuation Scheme, Superannuation of Members of Armed Forces, Judges and Solicitor-General Scheme, and the Masters, Parliamentary, Police and Prison Service Schemes constituted under the Act
Unfunded liabilities	An actuarial estimate of the GSF Schemes benefit payments less the amount expected to be available from the Fund to meet those benefits

Footnotes

Note 1	All appropriations are GST exempt.
Note 2	Expenses incurred pursuant to section 33 of the Superannuation Schemes Act 1989.
Note 3	Expenses incurred pursuant to section 95(1) of the Act.
Note 4	Expenses incurred pursuant to section 81W(2) of the Act.
Note 5	Expenses incurred pursuant to section 88(2) of the Act.
Note 6	Expenses incurred pursuant to section 95 AA of the Act.

Government Superannuation Fund

VOTE MINISTER: Minister Responsible for the Government Superannuation Fund
 ADMINISTERING DEPARTMENT: Ministry of Economic Development
 The Minister for Economic Development is the Responsible Minister for the Ministry of Economic Development

Part B - Statement of Appropriations (see note 1)

Summary of 2000/01 Appropriations

Types of Appropriation	Appropriations to be Used				Total Appropriations \$000
	By the Department Administering the Vote		For Non-Departmental Transactions		
	Annual \$000	Other \$000	Annual \$000	Other \$000	
Operating Flows					
Classes of Outputs to be Supplied	7,428	-	3,167	-	10,595
Benefits and Other Unrequited Expenses	-	-	-	1,145,710	1,145,710
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	-	-	-
Capital Flows					
Capital Contributions	-	-	-	-	-
Purchase or Development of Capital Assets	-	-	-	-	-
Repayment of Debt	-	-	-	-	-
Total Appropriations for 2000/01	7,428	-	3,167	1,145,710	1,156,305
Total 2000/01 Main Estimates Appropriations	5,728	-	3,167	793,722	802,617

Part B1 - Details of 2000/01 Appropriations

Appropriations	2000/01						Purpose of and Reasons for Change in 2000/01 Appropriations
	Main Estimates		Supplementary Estimates		Cumulative Vote		
	Annual \$000	Other \$000	Annual \$000	Other \$000	Annual \$000	Other \$000	
Departmental Output Classes (Mode B Gross)							
D1 Management of the Government Superannuation Fund	5,728	-	1,700	-	7,428	-	<p>This output class provides services including the purchase of policy advice, ministerial servicing, investment management, contract management and statutory decision-making in respect of the GSF Schemes. It also allows for the refund of previous recoveries for expenses recovered from the Fund that were not consistent with the GSF Act.</p> <p>The Supplementary Estimates adjustments provide for a fiscally neutral adjustment recognising revenue and expenses for corporate overhead and accommodation support services provided by the Ministry of Economic Development to Industry New Zealand in its establishment year (\$14,000) and a transfer of funds from Vote Commerce D1 Policy Advice - Business and Competition (\$300,000), Vote Commerce D3 Policy Advice and Administration of Trade Remedies (\$80,000) and Vote Communications D1 Policy Advice Communications (\$90,000) and an increase in funding (\$1,216,000) to meet the transitional costs associated with the transfer of functions from the Ministry of Economic Development to the new Crown Entity Government Superannuation Fund New Zealand (GSFNZ).</p>
Total Appropriations for Departmental Output Classes (Mode B Gross)	5,728	-	1,700	-	7,428	-	
Non-Departmental Output Classes							
O1 Administration of the GSF Schemes	3,167	-	-	-	3,167	-	This output class provides schemes' administration services from other parties.

Total Appropriations for Non-Departmental Output Classes	3,167	-	-	-	3,167	-	
Benefits and Other Unrequited Expenses							
New Zealand Superannuation Corporation Annuities (see note 2)	-	423	-	(21)	-	402	Payment of annuities and related expenses payable by the New Zealand Superannuation Corporation Scheme, which was abolished in December 1975. The Supplementary Estimates adjustment provides for a forecasting change resulting from lower beneficiaries take-up rate (-\$21,000).
Subsidy to Government Superannuation Fund (see note 3)	-	667,996	-	117	-	668,113	Payment of the shortfall in benefits (including specified superannuation contribution withholding tax) paid to beneficiaries of the GSF Schemes. The Supplementary Estimates adjustment is the result of an actuarial revaluation by the Government Actuary.
Subsidy to Judges' Superannuation Account (see note 4)	-	11,009	-	(499)	-	10,510	Payment of the shortfall in benefits (including specified superannuation contribution withholding tax) paid to beneficiaries of the Judges' Schemes. The Supplementary Estimates adjustment is the result of an actuarial revaluation by the Government Actuary.
Subsidy to Parliamentary Superannuation Account (see note 5)	-	3,760	-	191	-	3,951	Payment of the shortfall in benefits (including specified superannuation contribution withholding tax) paid to beneficiaries of the Parliamentary Schemes. The Supplementary Estimates adjustment is the result of an actuarial revaluation by the Government Actuary.
Unfunded Liability Movement (see note 6)	-	110,534	-	352,200	-	462,734	The expense represents a movement in the amount by which the estimated liability, in respect of past service to 30 June 2001, varies from the estimated value of assets in the Fund available to meet future benefit payments. The Supplementary Estimates adjustment is the result of an actuarial revaluation by the Government Actuary.
Total Appropriations for Benefits and Other Unrequited Expenses	-	793,722	-	351,988	-	1,145,710	
Total Appropriations	8,895	793,722	1,700	351,988	10,595	1,145,710	

Part F - Crown Revenue and Receipts

Part F1 - Current and Capital Revenue and Receipts

	2000/01			Explanation of 2000/01 Crown Revenue
	Main Estimates \$000	Supplementary Estimates \$000	Total Budgeted \$000	
Current Revenue				
Non-Tax Revenue				
Employers' Superannuation Contribution	93,590	3,591	97,181	The notional subsidy payable by specified employers on the superable salary of staff who are members of the Fund. The Supplementary Estimates adjustments provide for forecasting changes resulting from impact of pay increases for Police and Education personnel (\$2,286,000) and reflecting slower than forecast reduction in membership (\$1,305,000).
Total Non-Tax Revenue	93,590	3,591	97,181	
Total Current Revenue	93,590	3,591	97,181	
Total Crown Revenue and Receipts	93,590	3,591	97,181	