

VOTE *Accident Insurance*

Terms and Definitions Used

ACC	Accident Compensation Corporation
AI	Accident Insurance
IPRC	Injury Prevention, Rehabilitation and Compensation Act 2001

Footnote

Note 1	Expenses incurred pursuant to Section 268 of the Accident Insurance Act 1998.
---------------	---

Accident Insurance

VOTE MINISTER: Minister for Accident Insurance

ADMINISTERING DEPARTMENT: Department of Labour

The Minister of Labour is the Responsible Minister for the Department of Labour

Part B - Statement of Appropriations

Summary of Appropriations

	Appropriations to be Used				Total Appropriations \$000
	By the Department Administering the Vote		For Non-Departmental Transactions		
Types of Appropriation	Annual \$000	Other \$000	Annual \$000	Other \$000	
Operating Flows					
Classes of Outputs to be Supplied	4,557	152	596,878	-	601,587
Benefits and Other Unrequited Expenses	-	-	58,863	-	58,863
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	-	68,799	68,799
Capital Flows					
Capital Contributions	-	-	-	-	-
Purchase or Development of Capital Assets	-	-	-	-	-
Repayment of Debt	-	-	-	-	-
Total Appropriations for 2001/02	4,557	152	655,741	68,799	729,249
Total 2001/02 Main Estimates Appropriations	4,761	2,660	660,004	67,793	735,218

Part B1 - Details of Appropriations

	2001/02						Purpose of and Reasons for Change in 2001/02 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 Policy and Monitoring	3,438	-	-	-	3,438	-	Purchase of a comprehensive range of services in relation to accident insurance including policy advice, analysis, evaluation, research, monitoring, purchase advice, legislation support and ministerial servicing.
D2 Regulatory Services	973	-	-	-	973	-	Purchase of services to monitor work related claims made against Accident Insurance contracts during 1999/2000 that are still receiving entitlements in 2001/02, and to maintain the Accident Insurance (AI) information database.
D3 ACC Transition	350	-	(204)	-	146	-	Management of the transition of workplace accident insurance to a single public fund and monitoring of the implementation of policy changes. The change is a fiscally neutral transfer of funds to 2002/03, 2003/04 and 2004/05 to continue the ACC Reform Transition Monitoring Programme.
D4 Non-Compliers Fund (see note 1)	-	2,660	-	(2,508)	-	152	This output class covers the cost of claims on the Non-Compliers Fund and the costs of administering the Fund. Costs are funded by penalties imposed on non-complying employers and an annual levy on insurers. The change reflects the decrease in forecasted income from penalties and levies.
Total Appropriations for Departmental Output Classes (Mode B Gross)	4,761	2,660	(204)	(2,508)	4,557	152	

Non-Departmental Output Classes							
O1 Case Management and Supporting Services	46,575	-	(14,570)	-	32,005	-	Case and claims management and injury prevention services for the Non-Earners' Account. The change reflects a change in discount rate, cost allocation improvements, lower medical treatment costs and other changes.
O2 Claim Entitlements and Services	399,353	-	(3,403)	-	395,950	-	Purchase of medical services, social rehabilitation services and elective health care services for the Non-Earners' Account. The change reflects a change in discount rate, lower medical treatment costs and other changes.
O3 Public Health Acute Services	162,967	-	5,956	-	168,923	-	Fund the cost of public health acute services for the Non-Earners' Account. The change reflects a change in discount rate and other changes.
Total Appropriations for Non-Departmental Output Classes	608,895	-	(12,017)	-	596,878	-	
Benefits and Other Unrequited Expenses							
Other Compensation	51,109	-	7,754	-	58,863	-	Entitlements under the AI legislation for non-earners' income maintenance, independence allowance, lump sum payments, death benefits and transfer to the Medical Misadventure Account of costs associated with medical misadventure to non-earners. The change reflects a change in discount rate and other changes.
Total Appropriations for Benefits and Other Unrequited Expenses	51,109	-	7,754	-	58,863	-	
Other Expenses to be Incurred by the Crown							
Motor Spirits Excise Duty	-	67,793	-	1,006	-	68,799	Section 291 of the AI Act 1998 (and from 1 April 2002 Section 213 of the IPRC Act 2001) provides for a Motor Spirits Excise Duty to be collected and paid to ACC for crediting to the Motor Vehicle Account. The change reflects an adjustment for an increase in the rate per litre.
Total Appropriations for Other Expenses to be Incurred by the Crown	-	67,793	-	1,006	-	68,799	
Total Appropriations	664,765	70,453	(4,467)	(1,502)	660,298	68,951	