

Information Supporting the Supplementary Estimates

Vote Labour

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Labour (M43)

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	83,489	(3,864)	17	(3,847)	79,642
Benefits and Other Unrequited Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	5,953	-	100	100	6,053
Capital Expenditure	27,275	825	-	825	28,100
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	116,717	(3,039)	117	(2,922)	113,795
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	40,870	N/A	2,904	2,904	43,774
Capital Receipts	-	N/A	-	-	-
Total Crown Revenue and Capital Receipts	40,870	N/A	2,904	2,904	43,774

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

International Services (M43)

Scope of Appropriation

Manage New Zealand's labour related international obligations and interests through the International Labour Organisation (ILO), and the Government's trade agenda as it relates to the Labour portfolio. Provide advice and support to Ministers on international labour related issues.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	633	131	764
Revenue from Crown	621	131	752
Revenue from Other	12	-	12

Reasons for Change in Appropriation

This appropriation will increase by \$131,000 to \$764,000 in 2009/10. This increase relates to:

- a fiscally neutral realignment of costs to the Department's cost allocation model (\$70,000)
- a fiscally neutral transfer from the Ministry of Foreign Affairs and Trade for the World Trade Organisation and Free Trade Agreement / Closer Economic Partnership Negotiations for inter-departmental travel (\$67,000).

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

- an expenditure transfer to 2010/11 due to a delay in the Corporate Model Implementation project and Policy, Research and Evaluation and Vote Employment review (\$3,000)
- an expenditure transfer to outyears due to delays in the Financial Management Information System project - transfer from 2009/10 (\$3,000).

Policy Advice - Labour (M43)

Scope of Appropriation

Provides policy advice and facilitation of policy implementation through developing and delivering tools and resources, research and evaluation about the labour market and workplace practices and includes ministerial servicing and administrative and advisory support for bodies including the Workplace Health and Safety Council and the National Advisory Council on the Employment of Women.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	12,117	(2,855)	9,262
Revenue from Crown	12,005	(2,855)	9,150
Revenue from Other	112	-	112

Reasons for Change in Appropriation

This appropriation will decrease by \$2.855 million to \$9.262 million in 2009/10. This decrease relates to:

- a fiscally neutral realignment of costs to the Department's cost allocation model (\$862,000)
- 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 (\$43,000); Human Resources Management Information System (\$6,000); reprioritisation of Skills Strategy Programme Office (\$1 million) and Active Management Savings (\$900,000) to fund Hazardous Substances and New Organisms enforcement activity
- an expenditure transfer to outyears due to delays in the Financial Management Information System project - transfer from 2009/10 (\$44,000).

Services to Promote and Support Fair and Productive Employment Relationships (M43)

Scope of Appropriation

Provision of information, guidance, investigation, mediation and decision making regarding employment rights and upholding regulatory standards including support services provided to employment relations institutions.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	25,039	(603)	24,436
Revenue from Crown	24,563	(603)	23,960
Revenue from Other	476	-	476

Reasons for Change in Appropriation

This appropriation will decrease by \$603,000 to \$24.436 million in 2009/10.

This decrease relates 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 (\$132,000); Human Resources Management Information System (\$20,000) and Active Management Savings (\$600,000) to fund Hazardous Substances and New Organisms enforcement activity
- an expenditure transfer to outyears due to delays in the Financial Management Information System project - transfer from 2009/10 (\$136,000).

This is partially offset by an increase in funding relating to a fiscally neutral realignment of costs to the Department's cost allocation model (\$285,000).

Services to Promote and Support Safe and Healthy People and Workplaces (M43)

Scope of Appropriation

Provision of information, education and support for workplaces regarding effective workplace health and safety practice, and enforcement action to promote compliance with the HSE Act.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	37,606	(594)	37,012
Revenue from Crown	36,419	(660)	35,759
Revenue from Other	1,187	66	1,253

Reasons for Change in Appropriation

This appropriation will decrease by \$594,000 to \$37.012 million in 2009/10. This decrease relates to:

- a fiscally neutral realignment of costs to the Department's cost allocation model (\$210,000)
- 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 (\$207,000) and Human Resources Management Information System (\$30,000)
- an expenditure transfer to outyears due to delays in the Financial Management Information System project - transfer from 2009/10 (\$213,000).

This is partially offset by an increase in funding relating to an expenditure transfer from 2008/09 for Energy Safety funding (\$66,000).

Services to Promote and Support the Safe Management of Hazardous Substances in the Workplace and Amusement Devices (M43)

Scope of Appropriation

Provision of information, education, and enforcement services relating to the safe management of hazardous substances in the workplace, and the registration and inspection of amusement devices.

Expenses and Revenue

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	5,197	57	5,254
Revenue from Crown	5,165	57	5,222
Revenue from Other	32	-	32

Reasons for Change in Appropriation

This appropriation will increase by \$57,000 to \$5.254 million in 2009/10. The increase relates to:

- a fiscally neutral realignment of costs to the Department's cost allocation model (\$96,000).

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 (\$18,000) and Human Resources Management Information System (\$3,000)
- an expenditure transfer to outyears due to delays in the Financial Management Information System project - transfer from 2009/10 (\$18,000).

Part 2.2 - Non-Departmental Output Expenses

Employment Relations Education Contestable Fund (M43)

Scope of Appropriation

Grant funding for programmes that promote improved employment relationships and good faith behaviour, and good health and safety practices amongst employers, unions and employees.

Expenses

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	2,028	17	2,045

Reasons for Change in Appropriation

This appropriation will increase by \$17,000 to \$2.045 million in 2009/10 due to an expenditure transfer from 2008/09 for outstanding 2008/09 contractual commitments on the Fund.

Part 5 - Details and Expected Results for Other Expenses

Part 5.2 - Non-Departmental Other Expenses

Employment Relations Authority Members' Salaries and Allowances PLA (M43)

Scope of Appropriation

As set by the HSC in order to administer and enforce employment-related legislation (section 171 of the Employment Relations Act 2000).

Expenses

	2009/10		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	3,080	100	3,180

Reasons for Change in Appropriation

This appropriation will increase by \$100,000 to \$3.180 million in 2009/10 due to increases in remuneration rates and an additional Authority member.

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Department of Labour - Capital Expenditure PLA (M43)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the Department of Labour, 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	-	-	-
Property, Plant and Equipment	17,351	1,249	18,600
Intangibles	9,924	(424)	9,500
Other	-	-	-
Total Appropriation	27,275	825	28,100

Reasons for Change in Appropriation

The appropriation will increase by \$825,000 to \$28.100 million in 2009/10.

The increase in funding relates to Remedial Work to the Immigration ICT Systems: Property, Plant and Equipment and rephasing of internally funded capital projects (\$8.392 million).

This is offset by decreases relating to expenditure transfers to 2010/11 for the Immigration Act Review: Intangibles (\$1.385 million), Remedial Work to the Immigration ICT System: Property, Plant and Equipment (\$1 million), and ICT Infrastructure Programme: Property, Plant and Equipment (\$5.182 million)