

Vote Education: What does \$250m + \$190m forecast changes buy and what is left over?

The following information is based on initial Ministry of Education advice and figures, and does not necessarily reflect the Minister of Education's views regarding priority and/or scalability.

\$190m (highest outyear) of forecast changes will fund: [Does not count against allocation]

	2010/11	2011/12	2012/13	2013/14
Increased participation in schools (Q)	40.161	37.419	38.321	56.099
Participation growth early childhood (Q)	27.528	67.126	75.294	83.180
Kindergartens switching from sessional to all day (P/S)	16.377	27.194	33.440	37.061
Higher numbers of registered teachers (S)	28.400	19.151	9.959	11.913
Greater uptake of 20 Hours ECE (P)	1.700	1.800	1.800	1.800
Total	114.166	152.690	158.814	190.053

\$250m could fund the following pressures:

1. 'Forecast changes' that now count against the operating allowance:

	2010/11	2011/12	2012/13	2013/14
Increased participation in the correspondence school (Q)	6.356	7.621	8.226	8.399
Schooling Incremental salary creep (S)	2.612	3.423	3.862	4.079
Salary rates different than forecast (E)	30.989	30.555	32.380	48.351
Heat, light & water funding (P)	1.840	1.841	1.840	1.840
School transport cost and quality changes	-0.688	-0.838	-0.029	6.66
Integrated schools Cost increase (P)	4.382	4.382	4.382	4.382
Total	45.491	46.984	50.661	73.711

2. Other Ministry-indicated top priority pressures:

	2010/11	2011/12	2012/13	2013/14
[deleted – negotiate without prejudice]	[deleted – negotiate without prejudice]			
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
ITP/wananga LLN Capability funding	2.000	0.000	0.000	0.000
EnviroSchools Contract	1.600	0.000	0.000	0.000
Budget 2009 staffing savings decision	50.000	50.000	50.000	50.000
Total	[deleted – negotiate without prejudice and confidentiality of advice]			

[deleted – negotiate without prejudice and confidentiality of advice]

[Please see next page for pressures not affordable without realising savings]

Pressures not affordable without realising savings:

	2010/11	2011/12	2012/13	2013/14
School operations Grant CPI Adjustment	12.000	22.000	22.000	23.000
Maintaining 2010 EFTS baseline in ITP sector	13.173	26.932	27.316	27.129
Maintaining 2010 EFTS baseline in the university sector		1.300	2.400	2.400
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
CPI adjustment to tertiary tuition subsidies	18.000	32.000	32.000	32.000
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
Positive Behaviour for Learning Action Plan	9.815	9.815	9.815	9.815
Maintaining Youth Guarantee Baseline		3.050	9.150	12.200
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
CPI Inflation Adjustment to ECE Subsidies	7.000	7.000	7.000	7.000
500 additional YG places	3.290	6.582	6.582	6.582
Responding to some tertiary demand pressure	[deleted – confidentiality of advice]			
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
[deleted – negotiate without prejudice]	[deleted – negotiate without prejudice]			
Primary + Overseas Qualifications Counting for ECE Funding	6.200	6.700	7.300	7.500
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
Reducing Surplus Property Stock from 17% to 10%	7.500	7.500	7.500	7.500
Total (under consideration)	[deleted – confidentiality of advice]			

In addition, there are other pressures of a small individual nature that are cumulatively significant (circa \$50m).

Possible areas where savings could be realised to fund items above:

	2010/11	2011/12	2012/13	2013/14
Capability fund - Supporting Change	-36.44	-35.56	-35.56	-35.56
Tertiary Capability Fund	-7.80	-15.59	-15.59	-15.59
Medium impact package of savings from changes to tertiary student support: [deleted – confidentiality of advice]; progressively increase loan admin fee; tighten allowance for secondary students; 2 yr standdown for permanent residents + Australians	-60.00	-80.00	-80.00	-80.00
Small Scale Tertiary and Schooling savings	-8.45	-8.45	-8.45	-8.45
Enhanced Programme Fund - Special Education	-6.97	-6.97	-6.97	-6.97
Quarterly roll counts for secondary school operational funding from 2011	-3.00	-6.00	-5.00	-5.00
Heat Light Water Formula	-2.50	-2.50	-2.50	-2.50
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
Remove funding for over 80% ECE registered teachers	-40.00	-48.00	-50.00	-53.00
Deferring or revoking the removal of 6 hr daily limit on 20 Hours ECE		-16.00	-16.00	-16.00
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
[deleted – confidentiality of advice]	[deleted – confidentiality of advice]			
Total	[deleted – confidentiality of advice]			