

Information Supporting the Supplementary Estimates

Vote Corrections

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister of Corrections (M18)

ADMINISTERING DEPARTMENT: Department of Corrections

MINISTER RESPONSIBLE FOR DEPARTMENT OF CORRECTIONS: Minister of Corrections

Part 1 - Summary of the Vote

Part 1.3 - Trends in the Vote

Summary of Financial Activity

	2011/12				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	1,172,823	9,192	-	9,192	1,182,015
Benefits and Other Unrequited Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	150	150	150
Capital Expenditure	187,746	(61,856)	-	(61,856)	125,890
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Total Appropriations	1,360,569	(52,664)	150	(52,514)	1,308,055
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	-	N/A	-	-	-
Capital Receipts	-	N/A	-	-	-
Total Crown Revenue and Capital Receipts	-	N/A	-	-	-

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

Information and Administrative Services to the Judiciary and New Zealand Parole Board (M18)

Scope of Appropriation

This appropriation is limited to the provision of information about offenders to victims of crime, the Judiciary and the New Zealand Parole Board, and the provision of administrative, financial and secretariat services to the New Zealand Parole Board.

Expenses and Revenue

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	57,005	3,489	60,494
Revenue from Crown	56,498	3,400	59,898
Revenue from Other	507	89	596

Reasons for Change in Appropriation

This appropriation will increase by \$3.489 million to \$60.494 million for 2011/12. The change in appropriation is mainly due to:

- the allocation of costs in relation to the Department realigning its internal resources to ensure that the Department's services continue to be delivered in the most cost effective and efficient way
- the net allocation of funding transfers between years, and
- the allocation of additional capital charge resulting from revaluation of land and buildings as at 30 June 2011.

Management of Third Party Custodial Services (M18)

Scope of Appropriation

This appropriation is limited to preparing for and managing contracts for the provision of custodial services by third parties.

Expenses and Revenue

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	8,855	597	9,452
Revenue from Crown	8,845	597	9,442
Revenue from Other	10	-	10

Reasons for Change in Appropriation

This appropriation will increase by \$597,000 to \$9.452 million for 2011/12. The change in appropriation is mainly due to:

- the additional costs for the establishment of the contract management of the Mt Eden Corrections Facility, and
- the allocation of costs in relation to the Department realigning its internal resources to ensure that the Department's services continue to be delivered in the most cost effective and efficient way.

Policy Advice and Ministerial Services (M18)

Scope of Appropriation

This appropriation is limited to the provision of ministerial services, the development of policies and the provision of policy advice.

Expenses and Revenue

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	5,129	(350)	4,779
Revenue from Crown	5,078	(350)	4,728
Revenue from Other	51	-	51

Reasons for Change in Appropriation

This appropriation will decrease by \$350,000 to \$4.779 million for 2011/12. The change in appropriation is mainly due to:

- the allocation of costs in relation to the Department realigning its internal resources to ensure that the Department's services continue to be delivered in the most cost effective and efficient way.

Prison-based Custodial Services MCOA (M18)*Scope of Appropriation***Custody of Remand Prisoners**

This output class is limited to the provision of custodial services for remand prisoners (people awaiting trial, and offenders convicted but not yet sentenced).

Custody of Sentenced Prisoners

This output class is limited to the provision of custodial services for offenders sentenced to imprisonment.

Explanation for Use of Multi-Class Output Expense Appropriation

These output classes use the same resources in providing custodial services.

Expenses and Revenue

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	761,366	(2,582)	758,784
Custody of Remand Prisoners	177,265	(22,321)	154,944
Custody of Sentenced Prisoners	584,101	19,739	603,840
Revenue from Crown	754,218	(4,440)	749,778
Custody of Remand Prisoners	175,586	(22,508)	153,078
Custody of Sentenced Prisoners	578,632	18,068	596,700
Revenue from Other	7,148	2,008	9,156
Custody of Remand Prisoners	1,679	337	2,016
Custody of Sentenced Prisoners	5,469	1,671	7,140

*Reasons for Change in Appropriation***Custody of Remand Prisoners**

This appropriation will decrease by \$22.321 million to \$154.944 million for 2011/12. The change in appropriation for Custody of Remand Prisoners is largely due to:

- the allocation of costs in relation to the Department realigning its internal resources to ensure that the Department's services continue to be delivered in the most cost effective and efficient way

- the net allocation of funding transfers between years, and
- the allocation of additional capital charge resulting from revaluation of land and buildings as at 30 June 2011.

Custody of Sentenced Prisoners

This appropriation will increase by \$19.739 million to \$603.840 million for 2011/12. The change in appropriation for Custody of Sentenced Prisoners is largely due to:

- the allocation of costs in relation to the Department realigning its internal resources to ensure that the Department's services continue to be delivered in the most cost effective and efficient way
- the net allocation of funding transfers between years, and
- the allocation of additional capital charge resulting from revaluation of land and buildings as at 30 June 2011.

Rehabilitation and Reintegration (M18)

Scope of Appropriation

This appropriation is limited to the provision of case management and interventions designed to address the underlying causes of criminal re-offending.

Expenses and Revenue

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	140,820	13,203	154,023
Revenue from Crown	108,591	8,303	116,894
Revenue from Other	32,229	4,900	37,129

Reasons for Change in Appropriation

This appropriation will increase by \$13.203 million to \$154.023 million for 2011/12. The change in appropriation is largely due to:

- the additional Departmental Revenue and associated Expenditure for Prisoner Employment activities, and
- the allocation of costs in relation to the department realigning its internal resources to ensure that the Department's services continue to be delivered in the most cost effective and efficient way. This includes the funding for Rehabilitation and Reintegration case management structure and other initiatives.

Sentences and Orders Served in the Community (M18)

Scope of Appropriation

This appropriation is limited to the management and delivery of sentences and orders served in the community.

Expenses and Revenue

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	199,648	(5,165)	194,483
Revenue from Crown	197,945	(5,568)	192,377
Revenue from Other	1,703	403	2,106

Reasons for Change in Appropriation

This appropriation will decrease by \$5.165 million to \$194.483 million for 2011/12. The change in appropriation is largely due to:

- the allocation of costs in relation to the Department realigning its internal resources to ensure that the Department's services continue to be delivered in the most cost effective and efficient way, and
- the net allocation of funding transfers between years.

Part 5 - Details and Expected Results for Other Expenses

Part 5.2 - Non-Departmental Other Expenses

Ex-gratia Payments in relation to Property Development (M18)

Scope of Appropriation

This appropriation is limited to addressing the impacts in relation to property development of correctional facilities.

Expenses

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	150	150

Reasons for Change in Appropriation

The creation of this appropriation was in relation to the development of the correctional facility at Mt Eden. This was a single year appropriation for 2011/12 only.

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Department of Corrections - Capital Expenditure PLA (M18)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the Department of Corrections, as authorised by section 24(1) of the Public Finance Act 1989.

Capital Expenditure

	2011/12		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	3,145	(3,145)	-
Property, Plant and Equipment	174,436	(74,163)	100,273
Intangibles	10,165	15,452	25,617
Other	-	-	-
Total Appropriation	187,746	(61,856)	125,890

Reasons for Change in Appropriation

This appropriation will decrease by \$61.856 million to \$125.890 million for 2011/12. The change in appropriation for Capital Expenditure is largely due to the transfer of capital as a result of the rephasing of projects and reallocation of funds between projects and financial years.