

6

Core Crown Expense Tables

(\$millions)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Social security and welfare	17,877	19,382	21,185	22,005	22,028	22,893	23,595	24,110	24,534	25,246
GSF pension expenses	690	655	328	305	192	278	274	306	347	380
Health	11,297	12,368	13,128	13,753	14,160	14,526	14,950	14,880	14,910	14,888
Education	9,551	11,455	11,724	11,650	11,654	12,355	12,389	12,462	12,556	12,610
Core government services	3,371	5,293	2,974	5,563	5,428	5,572	4,637	4,277	4,278	4,203
Law and order	2,894	3,089	3,191	3,382	3,403	3,511	3,561	3,450	3,508	3,481
Defence	1,562	1,757	1,814	1,809	1,736	1,822	1,933	1,900	1,952	1,857
Transport and communications	2,244	2,663	2,345	2,281	2,232	2,352	2,162	2,219	2,147	2,218
Economic and industrial services	2,889	2,960	2,806	2,542	2,073	2,052	2,152	2,093	2,112	2,125
Primary services	541	534	507	706	648	684	818	725	698	669
Heritage, culture and recreation	561	586	630	741	863	842	854	808	801	799
Housing and community development	260	297	339	943	(46)	317	335	320	261	200
Environmental protection	546	416	651	1,225	769	519	496	428	440	430
Other	254	118	80	479	425	657	728	477	704	704
Finance costs	2,460	2,429	2,311	3,066	3,511	3,557	3,622	3,928	3,883	4,273
Forecast for future new spending	..	..	..	..	..	42	461	1,324	2,347	3,408
Top-down expense adjustment	..	..	..	..	..	(330)	(600)	(250)	(300)	(300)
Core Crown expenses	56,997	64,002	64,013	70,450	69,076	71,649	72,367	73,457	75,178	77,191

Source: The Treasury

Table 6.1 – Social security and welfare expenses

(\$millions)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Welfare benefits (see below)	16,288	17,366	18,961	19,781	20,375	20,842	21,610	21,968	22,602	23,293
Social rehabilitation and compensation	199	336	331	119	81	107	173	159	153	156
Departmental expenses	850	1,092	1,130	1,127	1,122	1,183	1,174	1,140	1,122	1,120
Child support impairment	193	205	371	281	72	318	392	408	229	253
Other non-departmental expenses ¹	347	383	392	697	378	443	246	435	428	424
Social security and welfare expenses	17,877	19,382	21,185	22,005	22,028	22,893	23,595	24,110	24,534	25,246

1. Other non-departmental expenses and other expenses include costs associated with the Canterbury earthquakes.

Source: The Treasury

Table 6.2 – Welfare benefit expenses

(\$millions)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
New Zealand Superannuation	7,348	7,744	8,290	8,830	9,584	10,235	10,894	11,495	12,102	12,712
Jobseeker Support and Emergency Benefit	..	..	..	..	..	..	1,773	1,867	1,858	1,850
Supported living payment	..	..	..	..	..	..	1,392	1,435	1,443	1,456
Sole parent support	..	..	..	..	..	..	1,288	1,341	1,366	1,391
Domestic Purposes Benefit	1,478	1,530	1,693	1,757	1,811	1,738	67	..	..	..
Invalid's Benefit	1,216	1,260	1,303	1,306	1,325	1,329	53	..	..	..
Sickness Benefit	582	613	710	743	775	782	32	..	..	..
Unemployment Benefit	458	586	930	943	883	806	29	..	..	..
Family Tax Credit	1,897	2,062	2,168	2,139	2,071	2,047	2,026	1,993	1,950	1,932
Other working for families tax credits	614	619	628	616	599	572	539	521	511	510
Accommodation Assistance	891	989	1,154	1,197	1,195	1,178	1,191	1,211	1,228	1,244
Income-Related Rents	465	512	522	553	580	637	662	683	719	762
Disability Assistance	278	390	411	409	401	385	380	377	376	376
Benefits paid in Australia	58	50	45	40	37	22	19	15	12	34
Paid Parental Leave	135	143	154	154	158	167	176	183	196	196
Childcare Assistance	150	159	178	188	188	186	184	183	184	184
War Disablement Pensions	134	125	137	135	128	126	122	124	124	118
Veteran's Pension	161	176	179	178	177	171	167	159	154	148
Other benefits	423	408	459	593	463	461	616	381	379	380
Benefit expenses	16,288	17,366	18,961	19,781	20,375	20,842	21,610	21,968	22,602	23,293

Source: The Treasury

Beneficiary numbers (Thousands)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
New Zealand Superannuation	508	522	540	561	585	612	637	660	682	704
Jobseeker Support and Emergency Benefit	..	..	..	..	..	..	143	143	139	137
Supported living payment	..	..	..	..	..	..	94	92	91	91
Sole parent support	..	..	..	..	..	..	83	81	81	81
Domestic Purposes Benefit	97	101	110	114	114	109	..	..	..	..
Invalid's Benefit	82	86	88	88	87	87	..	..	..	..
Sickness Benefit	48	50	58	60	60	60	..	..	..	..
Unemployment Benefit	37	48	78	80	73	74	..	..	..	..
Accommodation Supplement	245	267	312	320	311	305	304	305	305	306

Source: Ministry of Social Development

From July 2013, changes to the benefit system and existing benefit categories will take place. Three new categories of benefit; Supported living payment, Sole parent support and Jobseeker Support and Emergency Benefit; will replace the following existing categories: Domestic Purposes Benefit, Invalid's Benefit, Unemployment Benefit, Sickness Benefit and Widow's Benefit. Due to the changes, there is no historical data for the new benefit categories and no forecast data for the existing categories beyond July 2013.

Table 6.3 – Health expenses

(\$millions)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Departmental outputs	206	206	211	199	186	172	184	185	185	185
Health services purchasing (see below)	10,503	11,354	12,077	12,530	13,018	13,355	13,717	13,626	13,613	13,614
Other non-departmental outputs	97	98	106	120	119	233	285	263	271	253
Health payments to ACC	463	667	691	849	744	719	715	758	791	786
Other expenses	28	43	43	55	93	47	49	48	50	50
Health expenses	11,297	12,368	13,128	13,753	14,160	14,526	14,950	14,880	14,910	14,888

Source: The Treasury

Table 6.4 – Health services purchasing

(\$millions)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Payments to District Health Boards	9,312	10,038	10,670	11,133	11,542	11,942	12,179	12,164	12,157	12,164
National disability support services	834	889	930	971	1,029	1,036	1,103	1,089	1,089	1,089
Public health services purchasing	357	427	477	426	447	377	435	373	367	361
Health services purchasing	10,503	11,354	12,077	12,530	13,018	13,355	13,717	13,626	13,613	13,614

Source: The Treasury

Table 6.5 – Education expenses

(\$millions)	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
Early childhood education	860	1,030	1,184	1,340	1,355	1,443	1,506	1,527	1,559	1,586
Primary and secondary schools (see below)	4,552	4,936	5,157	5,354	5,443	5,644	5,606	5,740	5,813	5,810
Tertiary funding (see below)	3,266	4,564	4,465	3,991	3,795	4,119	4,123	4,087	4,104	4,133
Departmental expenses	828	888	898	923	988	1,061	1,069	1,024	1,006	1,007
Other education expenses	45	37	20	42	73	88	85	84	74	74
Education expenses	9,551	11,455	11,724	11,650	11,654	12,355	12,389	12,462	12,556	12,610

Source: The Treasury

Number of places provided ¹	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
Early childhood education	134,155	142,135	152,862	159,619	165,126	173,074	176,317	178,933	183,112	185,995

1. Full-time equivalent based on 1,000 funded child hours per calendar year.

Source: Ministry of Education

Table 6.6 – Primary and secondary education expenses

(\$millions)	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
Primary	2,262	2,484	2,622	2,731	2,771	2,865	2,836	2,910	2,960	2,955
Secondary	1,761	1,898	1,972	2,051	2,085	2,166	2,149	2,199	2,214	2,209
School transport	131	152	160	163	172	177	179	185	191	198
Special needs support	278	290	297	310	323	340	335	340	342	342
Professional development	108	101	95	90	85	88	97	97	97	97
Schooling improvement	12	11	11	9	7	8	10	9	9	9
Primary and secondary education expenses	4,552	4,936	5,157	5,354	5,443	5,644	5,606	5,740	5,813	5,810

Source: The Treasury

Number of places provided ¹	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
Primary	475,820	474,630	473,431	474,149	474,821	476,445	479,165	484,931	489,043	491,097
Secondary	277,582	280,062	281,095	281,999	279,554	277,615	274,923	272,243	269,211	268,003

1. These are snapshots based as at 1 July for primary year levels (years 1 to 8) and 1 March for secondary year levels (years 9 to 13). These numbers include special school rolls but exclude health camps, hospital schools and home schooling.

Source: Ministry of Education

Table 6.7 – Tertiary education expenses

(\$millions)	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
Tuition	2,172	2,287	2,398	2,354	2,306	2,329	2,433	2,421	2,421	2,423
Other tertiary funding	452	522	489	429	430	438	469	466	474	479
Student allowances	386	444	570	620	644	592	574	536	529	528
Student loans	256	1,311	1,008	588	415	760	647	664	680	703
Tertiary education expenses	3,266	4,564	4,465	3,991	3,795	4,119	4,123	4,087	4,104	4,133

Source: The Treasury

Number of places provided ¹	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Estimated funded places	225,836	234,230	239,978	238,721	245,014	244,516	241,366	240,946	241,001	241,020
Actual delivered places	229,224	246,041	250,440	240,618	250,526					

1. Tertiary places are the number of equivalent full time (EFT) students in: student achievement component; adult and community education; and youth guarantee programmes. Note that historical place numbers have been revised so may differ from previous published EFU numbers. Place numbers are based on calendar years rather than fiscal years.

Source: Ministry of Education

Table 6.8 – Core government service expenses

(\$millions)	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
Official development assistance	362	458	435	495	510	502	509	520	547	547
Indemnity and guarantee expenses	..	992	7	319	59	24	26	25	28	32
Departmental expenses	1,557	1,668	1,324	1,492	1,518	1,650	1,725	1,579	1,573	1,536
Non-departmental expenses ¹	277	117	236	471	524	363	476	533	521	553
Tax receivable write-down and impairments	701	1,654	590	1,010	1,003	1,144	1,197	1,153	1,200	1,200
Science expenses	168	179	191	174	116	120	120	123	123	123
Other expenses ¹	306	225	191	1,602	1,698	1,769	584	344	286	212
Core government service expenses	3,371	5,293	2,974	5,563	5,428	5,572	4,637	4,277	4,278	4,203

1. Non-departmental expenses and other expenses include costs associated with the Canterbury earthquakes.

Source: The Treasury

Table 6.9 – Law and order expenses

(\$millions)	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
Police	1,198	1,326	1,349	1,393	1,394	1,407	1,425	1,401	1,398	1,390
Ministry of Justice	367	379	372	397	440	474	491	440	449	447
Department of Corrections	787	829	903	956	988	995	1,013	983	1,036	1,020
NZ Customs Service ¹	12	12	13	120	126	142	150	151	151	151
Other departments	79	80	102	237	103	96	88	87	88	88
Department expenses	2,443	2,626	2,739	3,103	3,051	3,114	3,167	3,062	3,122	3,096
Non-departmental outputs	326	380	399	261	315	342	335	330	325	323
Other expenses	125	83	53	18	37	55	59	58	61	62
Law and order expenses	2,894	3,089	3,191	3,382	3,403	3,511	3,561	3,450	3,508	3,481

1. Prior to 2010/11 the majority of NZ Customs Service expenses were classified as core government services.

Source: The Treasury

Table 6.10 – Defence expenses

(\$millions)	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
NZDF core expenses	1,517	1,697	1,747	1,736	1,678	1,756	1,876	1,842	1,889	1,794
Other expenses	45	60	67	73	58	66	57	58	63	63
Defence expenses	1,562	1,757	1,814	1,809	1,736	1,822	1,933	1,900	1,952	1,857

Source: The Treasury

Table 6.11 – Transport and communication expenses

(\$millions)	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
New Zealand Transport Agency	1,966	1,562	1,778	1,696	1,744	1,819	1,868	1,926	1,982	2,053
Departmental outputs	137	83	63	65	60	45	46	46	46	46
Other non-departmental expenses	104	170	58	105	62	284	190	120	91	90
Asset impairments	..	320	..	..	..	..	..	..	..	..
Rail funding	24	507	418	386	305	169	25	93	3	3
Other expenses	13	21	28	29	61	35	33	34	25	26
Transport and communication expenses	2,244	2,663	2,345	2,281	2,232	2,352	2,162	2,219	2,147	2,218

Source: The Treasury

Table 6.12 – Economic and industrial services expenses

(\$millions)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Departmental outputs	603	389	382	420	346	368	381	370	361	354
Employment initiatives (see below)	186	185	220	214	206	201	210	183	184	184
Non-departmental outputs	822	809	894	689	614	633	715	722	730	720
Reserve electricity generation	81	20	23	9	5	..	..	..	..	..
KiwiSaver (includes housing deposit subsidy)	1,102	1,281	1,024	1,045	698	754	767	749	768	799
Research and development tax credits	37	154	..	..	..	..	..	..	..	..
Other expenses	58	122	263	165	204	96	79	69	69	68
Economic and industrial services expenses	2,889	2,960	2,806	2,542	2,073	2,052	2,152	2,093	2,112	2,125

Source: The Treasury

Table 6.13 – Employment initiatives

(\$millions)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Training incentive allowance	27	30	19	11	8	14	15	15	15	15
Subsidised work	67	63	109	112	106	94	102	75	76	76
Employment support for the disabled	88	88	88	87	88	90	89	89	89	89
Other employment assistance schemes	4	4	4	4	4	3	4	4	4	4
Employment initiatives	186	185	220	214	206	201	210	183	184	184

Source: The Treasury

Table 6.14 – Primary service expenses

(\$millions)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Departmental expenses	363	364	352	354	348	358	372	366	372	364
Non-departmental outputs	95	82	123	142	134	138	157	131	107	104
Biological research ¹	..	..	..	167	102	106	101	95	95	95
Other expenses	83	88	32	43	64	82	188	133	124	106
Primary service expenses	541	534	507	706	648	684	818	725	698	669

1. Prior to 2011, biological research was classified as an economic and industrial services expense.

Source: The Treasury

Table 6.15 – Heritage, culture and recreation expenses¹

(\$millions)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast
Departmental outputs	109	120	115	133	172	272	293	266	264	264
Non-departmental outputs	430	422	405	455	444	443	479	465	460	460
Other expenses	22	44	110	153	247	127	82	77	77	75
Heritage, culture and recreation expenses	561	586	630	741	863	842	854	808	801	799

1. Previously environmental protection expenses were included as a separate line item within the heritage, culture and recreation classification. These expenses have been reclassified to the new environmental protection functional classification.

Source: The Treasury

Table 6.16 – Housing and community development expenses

(\$millions)	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
Financial assistance package ¹	..	..	..	567	(407)	(85)	..	..	..	..
Housing subsidies	28	29	30	31	22	6	8	12	14	15
Departmental outputs	141	148	140	136	98	101	107	101	96	85
Other non-departmental expenses	91	112	122	105	113	158	129	125	86	81
Warm up New Zealand ²	..	..	33	67	84	81	44	33	28	..
Other expenses	..	8	14	37	44	56	47	49	37	19
Housing and community development expenses	260	297	339	943	(46)	317	335	320	261	200

1. Financial assistance package for 2012 actual and 2013 forecast includes the impact of a revised estimate of the weathertight homes financial assistance package provision.

2. Previously Warm up New Zealand had been classified under economic and industrial services. For Budget 2013, it has been reclassified to the housing and community development functional classification. Comparative numbers have been restated to align with this change.

Source: The Treasury

Table 6.17 – Environmental protection expenses¹

(\$millions)	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Forecast	2014 Forecast	2015 Forecast	2016 Forecast	2017 Forecast
Emissions Trading Scheme	..	17	80	838	334	8	4	4	4	4
Departmental outputs	283	306	300	301	342	363	356	338	337	338
Non-departmental outputs	38	47	231	26	46	64	87	41	54	44
Other expenses	225	46	40	60	47	84	49	45	45	44
Environmental protection expenses	546	416	651	1,225	769	519	496	428	440	430

1. Environmental protection expenses were previously included as a separate line item within the heritage, culture and recreation classification.

Source: The Treasury