

The Treasury

Budget 2015 Information Release

Release Document July 2015

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Certain information in this document has been withheld under one or more of the following sections of the Official Information Act, as applicable:

- [1] 6(a) - to prevent prejudice to the security or defence of New Zealand or the international relations of the government
- [2] 6(c) - to prevent prejudice to the maintenance of the law, including the prevention, investigation, and detection of offences, and the right to a fair trial
- [3] 6(e)(iv) - to damage seriously the economy of New Zealand by disclosing prematurely decisions to change or continue government economic or financial policies relating to the entering into of overseas trade agreements.
- [4] 9(2)(a) - to protect the privacy of natural persons, including deceased people
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- [6a] 9(2)(ba)(ii) - to protect information, where the making available of the information would be likely otherwise to damage the public interest
- [7] 9(2)(d) - to avoid prejudice to the substantial economic interests of New Zealand
- [8] 9(2)(f)(iv) - to maintain the current constitutional conventions protecting the confidentiality of advice tendered by ministers and officials
- [8a] 9(2)(f)(ii) - to maintain the current constitutional conventions protecting the collective and individual ministerial responsibility
- [9] 9(2)(g)(i) - to maintain the effective conduct of public affairs through the free and frank expression of opinions
- [10] 9(2)(h) - to maintain legal professional privilege
- [11] 9(2)(i) - to enable the Crown to carry out commercial activities without disadvantage or prejudice
- [12] 9(2)(j) - to enable the Crown to negotiate without disadvantage or prejudice
- [13] 9(2)(k) - to prevent the disclosure of official information for improper gain or improper advantage
- [14] Not in scope

Where information has been withheld, a numbered reference to the applicable section of the Official Information Act has been made, as listed above. For example, a [4] appearing where information has been withheld in a release document refers to section 9(2)(a).

In preparing this Information Release, the Treasury has considered the public interest considerations in section 9(1) of the Official Information Act.



Minute of Decision

This document contains information for the New Zealand Cabinet. It must be treated in confidence and handled in accordance with any security classification, or other endorsement. The information can only be released, including under the Official Information Act 1982, by persons with the appropriate authority.

2015 Budget Package: Vote Social Development

On 20 April 2015, Cabinet:

- 1 **approved** the Budget initiatives for the above Vote for inclusion in the 2015 Budget package, as listed in the summary below and detailed in the attached initiative documents;

Summary of initiatives included in the attached initiative documents:

Operating Initiatives (Impact on Operating Balance)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
8497	Child, Youth and Family Client Demand Pressures	-	8.000	-	-	-
8513	Child, Youth and Family Modernisation	-	5.839	-	-	-
8512	Implementing the Children's Action Plan (CAP)	(5.000)	13.394	8.144	7.144	7.144
8504	Implementing the Children, Young Persons, and their Families Act	-	3.311	-	-	-
8505	Child, Youth and Family One-to-One Placements for High Needs Group	-	1.414	1.414	1.414	1.414
8494	Limited Service Volunteer Scheme	-	3.860	3.860	3.860	3.860
8499	Out of School Care and Recreational (OSCAR) Subsidy	1.500	2.042	2.107	2.170	2.236
8500	Participation and Inclusion for Disabled People	-	1.736	3.676	5.428	5.428
8625	Property Management Centre of Expertise Funding Model	-	2.500	2.500	2.500	2.500
8503	Security Response Programme	-	11.000	-	-	-
8643	Enhanced Use of Authoritative Data	-	(8.496)	(7.590)	(42.306)	(42.306)
8743	Social Housing Reform Programme	-	8.652	8.031	5.878	5.878

8906	Growing Up in New Zealand (GUiNZ): Longitudinal Study	-	2.831	-	-	-
8920	Maintain the Student Allowance Parental Income Threshold	-	(0.082)	(1.275)	(4.802)	(7.234)
8953	Investing to Increase the Number of Engineering Graduates	-	-	-	-	0.060
8510	Social Sector Trials	-	5.614	-	-	-
8493	Extension of Temporary Accommodation Assistance	-	3.664	3.304	0.760	-
8995	Achieving the Better Public Services Result (BPS) 1 Target	-	8.500	-	-	-
Total Operating		(3.500)	73.779	24.171	(17.954)	(21.020)

Capital Initiatives (Impact on Debt)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
8512	Implementing the Children's Action Plan (CAP)	-	2.300	-	-	-
8953	Investing to Increase the Number of Engineering Graduates	-	0.050	0.057	0.187	0.879
8920	Maintain the Student Allowance Parental Income Threshold	-	0.063	1.023	3.739	5.806
8952	Set the Annual Maximum Fee Movement at 3% for 2016	-	(8.941)	(11.235)	(11.717)	(12.149)
Total Capital		-	(6.528)	(10.155)	(7.791)	(5.464)

- 2 **approved** changes to appropriations and the capital injections to the administering department to implement the initiatives, as set out in the attached initiative documents;
- 3 **agreed** that the changes to appropriations for 2014/15 above be included in the 2014/15 Supplementary Estimates and that, in the interim, the increase be met from Imprest Supply;
- 4 **authorised** the Minister of Finance and the Vote Minister to approve jointly any technical adjustments to baselines necessary to remove any errors or inconsistencies identified while finalising the 2014/15 Supplementary Estimates, the 2015/16 Estimates and the fiscal forecasts;
- 5 **authorised** the chief executives of departments that monitor Crown entities directly affected by decisions in this minute to inform the chair and/or chief executive of a Crown entity, on a budget-in-confidence-until-budget-day basis, of decisions that directly affect that Crown entity for the purpose of planning and preparation of their Statement of Intent;
- 6 **noted** that all communications relating to the 2015 Budget are co-ordinated by a Budget communications committee, and that any requests for early announcement will need to have both the written approval of the Minister of Finance and sign-off from the Prime Minister's office;

[8]

[12]

[12]

Secretary of the Cabinet

Reference: CAB (15) 173

Secretary's note: The table in paragraph 8 and initiative 8995 reflect final decisions by the Minister of Finance and the Minister for Social Development on this initiative following Cabinet.

Initiative No: 8497

Vote: Social Development

Title: Child, Youth and Family Client Demand Pressures

Description: To meet increasing client service costs as a result of an increase in the number, duration and complexity of interventions required for children and young people in care.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	8.000	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	8.000	-	-	-

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expense:					
Care and Protection Services (funded by revenue Crown)	-	8.000	-	-	-
Total Operating	-	8.000	-	-	-
Total Capital	-	-	-	-	-

Initiative No: 8513

Vote: Social Development

Title: Child, Youth and Family Modernisation

Description: Modernisation is determining how Child, Youth and Family (CYF) services are delivered in the future more effectively, efficiently and economically. A new operating model for CYF will be developed and implemented in 2015/16.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	5.839	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	5.839	-	-	-

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expense:					
Care and Protection Services (funded by revenue Crown)	-	5.839	-	-	-
Total Operating	-	5.839	-	-	-
Total Capital	-	-	-	-	-

Initiative No: 8512

Vote: Social Development

Title: Implementing the Children's Action Plan (CAP)

Description: Funding, including transferring \$3.5m of the \$5.0m Children's Action Plan underspend from 2014/15 to supplement funding in 2015/16, for the continued operation of the four existing Children's Teams in Rotorua, Whangarei, Horowhenua/Ōtaki and Marlborough, and the establishment of additional Children's Teams in Hamilton, Christchurch, Gisborne, Whakatane, Whanganui and Clendon/Manurewa/Papakura, implementing legislative requirements and managing the CAP programme through the National Children's Director and CAP Directorate.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	(5.000)	13.394	8.144	7.144	7.144
Debt Impact	-	2.300	-	-	-
No Impact	-	-	-	-	-
Total	-	15.694	8.144	7.144	7.144

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expense:					
Children's Action Plan (funded by revenue Crown)	(5.000)	13.394	8.144	7.144	7.144
Capital Injection:					
Ministry of Social Development - Capital Injection	-	2.300	-	-	-
Total Operating	-	13.394	8.144	7.144	7.144
Total Capital	-	2.300	-	-	-

Initiative No: 8504

Vote: Social Development

Title: Implementing the Children, Young Persons, and their Families Act

Description: The Vulnerable Children Bill has introduced significant changes to the Children, Young Persons, and their Families Act 1989. This will have a series of measures to protect and improve the safety and wellbeing of vulnerable children.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	3.311	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	3.311	-	-	-

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expense:					
Care and Protection Services (funded by revenue Crown)	-	3.311	-	-	-
Total Operating	-	3.311	-	-	-
Total Capital	-	-	-	-	-

Initiative No: 8505

Vote: Social Development

Title: Child, Youth and Family One-to-One Placements

Description: Existing funding is time-limited, and further funding is sought for 15 specialist and therapeutic care placements (provided through NGOs) for high needs young people aged 10 to 17 years in Child, Youth and Family's care.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	1.414	1.414	1.414	1.414
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	1.414	1.414	1.414	1.414

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expense:					
Care and Protection Services (funded by revenue Crown)	-	1.414	1.414	1.414	1.414
Total Operating	-	1.414	1.414	1.414	1.414
Total Capital	-	-	-	-	-

Initiative No: 8494

Vote: Social Development**Title:** Limited Service Volunteer Scheme**Description:** The Limited Service Volunteer (LSV) course is an intensive 6 week residential course providing life skills to unemployed young people aged between 18 and 25. This will support up to 800 placements on the LSV scheme.**Appropriation Changes**

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	3.860	3.860	3.860	3.860
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	3.860	3.860	3.860	3.860

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Multi-Category Expenses and Capital Expenditure					
Improved Employment and Social Outcomes Support					
Departmental Output Expense:					
Improving Work Readiness Outcomes (funded by revenue Crown)	-	3.860	3.860	3.860	3.860
Total Operating	-	3.860	3.860	3.860	3.860
Total Capital	-	-	-	-	-

Initiative No: 8499

Vote: Social Development

Title: Out of School Care and Recreational (OSCAR) Subsidy

Description: To meet a forecast shortfall in funding driven by an increase in enrolments.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	1.500	2.042	2.107	2.170	2.236
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	1.500	2.042	2.107	2.170	2.236

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Non-Departmental Other Expense:					
Out of School Care Programmes	1.500	2.042	2.107	2.170	2.236
Total Operating	1.500	2.042	2.107	2.170	2.236
Total Capital	-	-	-	-	-

Initiative No: 8500

Vote: Social Development

Title: Participation and Inclusion for Disabled People

Description: Additional funding for 100 students leaving school and entering the Very High Needs scheme each year out to 2017/18.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	1.736	3.676	5.428	5.428
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	1.736	3.676	5.428	5.428

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Non-Departmental Output Expense:					
Community Participation Services	-	1.736	3.676	5.428	5.428
Total Operating	-	1.736	3.676	5.428	5.428
Total Capital	-	-	-	-	-

Initiative No: 8625

Vote: Social Development

Title: Property Management Centre of Expertise Funding Model

Description: This initiative seeks to amend the source of funding for the Property Management Centre of Expertise Funding Model (PMCoE) to bring PMCoE in line with the new Cross-agency Funding Framework and to be consistent with the funding model used for other functional leaders.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expense:					
Property Management Centre of Expertise (funded by revenue Crown)	-	2.500	2.500	2.500	2.500
Property Management Centre of Expertise (funded by revenue Other)	-	(2.500)	(2.500)	(2.500)	(2.500)
Total Operating	-	-	-	-	-
Total Capital	-	-	-	-	-

Additional Recommendations

- 10 **noted** that funding for this initiative will be recovered through a baseline contribution as part of the system package;
- 11 **noted** that there is a reduction in revenue Other as PMCoE will no longer need to cost recover from Government agencies on an annual basis for that amount;

Vote: Social Development

Title: Security Response Programme

Description: Provides for changes to the operational and practical aspects of how we interact with clients in a secure working environment, including preparing to respond to the recommendations of the Independent Security Review.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	11.000	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	11.000	-	-	-

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expenses:					
Income Support and Assistance to Seniors (funded by revenue Crown)	-	0.529	-	-	-
Adoption Services (funded by revenue Crown)	-	0.089	-	-	-
Care and Protection Services (funded by revenue Crown)	-	2.927	-	-	-
Youth Justice Services (funded by revenue Crown)	-	1.261	-	-	-
Investigation of Overpayments and Fraudulent Payments and Collection of Overpayments (funded by revenue Crown)	-	0.597	-	-	-
Multi-Category Expenses and Capital Expenditure					
Improved Employment and Social Outcomes Support					
Departmental Output Expenses:					
Administering Income Support (funded by revenue Crown)	-	3.516	-	-	-

Initiative No: 8503

Improving Employment Outcomes (funded by revenue Crown)	-	1.808	-	-	-
Improving Work Readiness Outcomes (funded by revenue Crown)	-	0.059	-	-	-
Social Housing Outcomes Support					
Departmental Output Expense:					
Services to Support People to Access Accommodation (funded by revenue Crown)	-	0.214	-	-	-
Total Operating	-	11.000	-	-	-
Total Capital	-	-	-	-	-

Additional Recommendation

- 12 **noted** that the recommendations of the Independent Security Review and any financial implications for 2016/17 and outyears will be considered as part of the 2016 Four Year Planning process;

Initiative No: 8643

Vote: Social Development**Title:** Enhanced Use of Authoritative Data**Description:** A decrease in Crown expenditure will flow from the net impact of the reduced effort to transact with the Ministry of Social Development and better use of authoritative data that reduces overpayments and debt establishment, as part of the Simplification programme.**Appropriation Changes**

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	(8.496)	(7.590)	(42.306)	(42.306)
Debt Impact	-	-	-	-	-
No Impact	-	(2.204)	(4.410)	(11.094)	(11.094)
Total	-	(10.700)	(12.000)	(53.400)	(53.400)

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Benefits or Related Expenses:					
Childcare Assistance	-	0.931	2.793	4.656	4.656
Hardship Assistance	-	0.304	0.912	1.520	1.520
Sole Parent Support	-	(5.568)	(11.138)	(27.843)	(27.843)
Supported Living Payment	-	(6.407)	(12.814)	(32.033)	(32.033)
Youth Payment and Young Parent Payment	-	(0.176)	(0.352)	(0.880)	(0.880)
Accommodation Assistance	-	8.091	24.272	40.453	40.453
Jobseeker Support and Emergency Benefit	-	(7.875)	(15.673)	(39.273)	(39.273)
Total Operating	-	(10.700)	(12.000)	(53.400)	(53.400)
Total Capital	-	-	-	-	-

Initiative No: 8743

Vote: Social Development

Title: Social Housing Reform Programme

Description: MSD implement a package of initiatives to manage the register for social housing places, and alleviate pressure on emergency housing.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	8.652	8.031	5.878	5.878
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	8.652	8.031	5.878	5.878

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expense:					
Policy Advice (funded by revenue Crown)	-	1.564	1.387	0.869	0.869
Multi-Category Expenses and Capital Expenditure					
Social Housing Outcomes Support					
Departmental Output Expense:					
Services to Support People to Access Accommodation (funded by revenue Crown)	-	7.088	6.644	5.009	5.009
Total Operating	-	8.652	8.031	5.878	5.878
Total Capital	-	-	-	-	-

Additional Recommendation

- 13 **noted** this initiative is only one component of the overall cross agency bid to implement the social housing reform work programme. The other components are in Vote Finance and Vote Building and Housing;

Initiative No: 8836

Vote: Social Development

Title: Establishment of the "Social Housing Outcomes Support" Multi-Category Appropriation

Description: Provides for the establishment of the "Social Housing Outcomes Support" Multi-Category appropriation from the existing "Services to Support People to Access Accommodation" and "Housing Support Package" appropriations.

New Appropriation Approval

Name	Period	Type	Category Name	Scope
Social Housing Outcomes Support	Annual	Multi-Category Expenses and Capital Expenditure	N/A	The single overarching purpose of this appropriation is to operate the social housing register and associated interventions in such a way as to support more people with the greatest housing need into social housing, and to move those who are capable of housing independence closer towards that.
			Services to Support People to Access Accommodation	This category is limited to assessing and reviewing eligibility for social housing and income related rent, social housing register management and the accurate and timely payment of income related rent subsidies to the social housing provider.
			Housing Support Package	This appropriation is limited to the provision of incentives, products and services to help households with lower housing need who are in, or seeking social housing, to access or retain alternative housing solutions.

Additional Recommendation

- 14 **noted** that the Minister of Finance has approved the establishment of the "Social Housing Outcomes Support" Multi-Category appropriation;

Initiative No: 8906

Vote: Social Development

Title: Growing Up in New Zealand (GUINZ): Longitudinal Study

Description: Funding for the continuation of the GUINZ Longitudinal Study which provides multi-disciplinary information on diverse populations of children and their families in contemporary New Zealand to help address policy challenges relating to children, young people and their families.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	2.831	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	2.831	-	-	-

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Non-Departmental Output Expense:					
Families Commission	-	2.831	-	-	-
Total Operating	-	2.831	-	-	-
Total Capital	-	-	-	-	-

Additional Recommendations

15 [12]

16 **noted** that half of the total funding for this initiative is Crown funding, with the remaining half to be recovered through a baseline contribution from selected agencies as part of the system package;

Initiative No: 8920

Vote: Social Development

Title: Maintain the Student Allowance Parental Income Threshold

Description: The student allowance parental income threshold will be maintained at \$55,027.96 until 1 April 2019.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	(0.082)	(1.275)	(4.802)	(7.234)
Debt Impact	-	0.063	1.023	3.739	5.806
No Impact	-	(0.008)	(0.148)	(0.556)	(0.841)
Total	-	(0.027)	(0.400)	(1.619)	(2.269)

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Benefits or Related Expenses:					
Student Allowances	-	(0.082)	(1.345)	(4.915)	(7.632)
Accommodation Assistance	-	(0.001)	(0.011)	(0.060)	(0.060)
Jobseeker Support and Emergency Benefit	-	(0.007)	(0.067)	(0.383)	(0.383)
Non-Departmental Capital Expenditure:					
Student Loans	-	0.063	1.023	3.739	5.806
Total Operating	-	(0.090)	(1.423)	(5.358)	(8.075)
Total Capital	-	0.063	1.023	3.739	5.806

Additional Recommendations

- 17 **noted** this also has financial implications for Vote Revenue (initiative no: 8954);
- 18 **noted** that the debt impact reflected above is broadly assumed to be neutral over a ten year period and, as such, is not a charge against the Future Investment Fund;

Initiative No: 8952

Vote: Social Development

Title: Set the Annual Maximum Fee Movement at 3% for 2016

Description: The Annual Maximum Fee Movement will be set at 3% for the 2016 calendar year, a saving from the 4% set aside in baselines.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	-	-	-	-
Debt Impact	-	(8.941)	(11.235)	(11.717)	(12.149)
No Impact	-	-	-	-	-
Total	-	(8.941)	(11.235)	(11.717)	(12.149)

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Non-Departmental Capital Expenditure:					
Student Loans	-	(8.941)	(11.235)	(11.717)	(12.149)
Total Operating	-	-	-	-	-
Total Capital	-	(8.941)	(11.235)	(11.717)	(12.149)

Additional Recommendations

- 19 **noted** this also has financial implications for Vote Revenue (initiative no: 8956);
- 20 **noted** that the debt impact reflected above is broadly assumed to be neutral over a ten year period and, as such, is not a charge against the Future Investment Fund;

Initiative No: 8953

Vote: Social Development

Title: Investing to Increase the Number of Engineering Graduates

Description: International comparisons suggest that New Zealand produces engineers at a rate significantly lower than the OECD average, impacting on economic opportunity. This bid provides initiatives to increase the number of graduate engineers.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	-	-	-	0.060
Debt Impact	-	0.050	0.057	0.187	0.879
No Impact	-	-	-	-	0.008
Total	-	0.050	0.057	0.187	0.947

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Benefits or Related Expenses:					
Student Allowances	-	-	-	-	0.063
Jobseeker Support and Emergency Benefit	-	-	-	-	0.005
Non-Departmental Capital Expenditure:					
Student Loans	-	0.050	0.057	0.187	0.879
Total Operating	-	-	-	-	0.068
Total Capital	-	0.050	0.057	0.187	0.879

Additional Recommendations

- 21 **noted** this also has financial implications for Vote Revenue (initiative no: 8955) and Vote Tertiary Education (initiative no: 8724);
- 22 **noted** that the debt impact reflected above is broadly assumed to be neutral over a ten year period and, as such, is not a charge against the Future Investment Fund;

Vote: Social Development

Title: Social Sector Trials

Description: This proposal is to extend 16 Social Sector Trials to June 2016. Operating costs are based on the Cabinet paper, with three agencies contributing \$2.428 million each, for 2015/16. Fiscally neutral transfers of contracts-related funding under Trials management are also included.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	5.614	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	5.614	-	-	-

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expense:					
Administration of Trialling New Approaches to Social Sector Change (funded by revenue Crown)	-	4.120	-	-	-
Non-Departmental Output Expenses:					
Counselling and Rehabilitation Services	-	(0.086)	-	-	-
Education and Prevention Services	-	(0.335)	-	-	-
Family Wellbeing Services	-	(0.229)	-	-	-
Trialling New Approaches to Social Sector Change	-	4.917	-	-	-
Strong Families and Connected Communities	-	(2.656)	-	-	-
Multi-Category Expenses and Capital Expenditure					
Improved Employment and Social Outcomes Support					
Departmental Output Expense:					
Improving Employment Outcomes (funded by revenue Crown)	-	(0.117)	-	-	-
Total Operating	-	5.614	-	-	-
Total Capital	-	-	-	-	-

Additional Recommendation

- 23 **noted** that there are related initiatives in Vote Education (initiative no: 8543) and Vote Health (initiative no: 8991) to complete this transfer;

Vote: Social Development

Title: Realignment of "Strengthening Providers and Communities" Appropriation

Description: Realignment of "Strengthening Providers and Communities" Non-Departmental Output Expense as part of the establishment of the new appropriation "Strong Families and Connected Communities".

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Non-Departmental Output Expenses:					
Strengthening Providers and Communities	-	(2.382)	(2.382)	(2.382)	(2.382)
Strong Families and Connected Communities	-	2.382	2.382	2.382	2.382
Total Operating	-	-	-	-	-
Total Capital	-	-	-	-	-

Initiative No: 8993

Vote: Social Development

Title: Realignment of "Prevention Services" Appropriation

Description: Realignment of "Prevention Services" Revenue Other as part of merger with Care and Protection Services.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Departmental Output Expenses:					
Prevention Services (funded by revenue Crown)	-	0.013	0.013	0.013	0.013
Prevention Services (funded by revenue Other)	-	(0.013)	(0.013)	(0.013)	(0.013)
Care and Protection Services (funded by revenue Crown)	-	(0.013)	(0.013)	(0.013)	(0.013)
Care and Protection Services (funded by revenue Other)	-	0.013	0.013	0.013	0.013
Total Operating	-	-	-	-	-
Total Capital	-	-	-	-	-

Initiative No: 8493

Vote: Social Development

Title: Extension of Temporary Accommodation Assistance

Description: Extending Temporary Accommodation Assistance from the current expiry date of 31 October 2015 to 31 December 2017, providing additional support to homeowners in Canterbury whose homes are being repaired or rebuilt.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	3.664	3.304	0.760	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	3.664	3.304	0.760	-

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Multi-Category Expenses and Capital Expenditure					
Improved Employment and Social Outcomes Support					
Departmental Output Expense:					
Administering Income Support (funded by revenue Crown)	-	-	0.537	0.233	-
Benefits or Related Expenses:					
Hardship Assistance	-	3.664	2.767	0.527	-
Total Operating	-	3.664	3.304	0.760	-
Total Capital	-	-	-	-	-

Additional Recommendation

- 24 **authorised** the Minister of Finance, the Minister for Canterbury Earthquake Recovery and the Minister for Social Development to approve changes to the above initiative and appropriations where this proves necessary to finalise the 2015 Budget package;

Vote: Social Development

Title: Achieving the Better Public Services Result (BPS) 1 Target

Description: To maintain current baseline funding for Work Focused Case Management, and implement a range of employment interventions.

Appropriation Changes

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Operating Balance Impact	-	8.500	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	8.500	-	-	-

	\$m - increase/(decrease)				
	2014/15	2015/16	2016/17	2017/18	2018/19 & Outyears
Multi-Category Expenses and Capital Expenditure					
Improved Employment and Social Outcomes Support					
Departmental Output Expense:					
Improving Employment Outcomes (funded by revenue Crown)	-	8.500	-	-	-
Total Operating	-	8.500	-	-	-
Total Capital	-	-	-	-	-

Additional Recommendation

25 **directed** officials to provide an update to the Minister of Finance and the Minister for Social Development on the projected return on investment for these proposals as soon as they are available and as part of the remaining quarterly reports for 2015.