

Vote Social Development

APPROPRIATION MINISTER(S): Minister for Disability Issues (M23), Minister of Finance (M31), Minister for Social Housing (M37), Minister of Revenue (M57), Minister for Seniors (M61), Minister for Social Development (M63), Minister of State Services (M66), Minister of Veterans' Affairs (M75), Minister for Youth (M77)

APPROPRIATION ADMINISTRATOR: Ministry of Social Development

RESPONSIBLE MINISTER FOR MINISTRY OF SOCIAL DEVELOPMENT: Minister for Social Development

Overview of the Vote

The Minister for Social Development is responsible for the appropriations in the Vote for the 2016/17 financial year covering the following:

- a total of over \$545 million on child, youth and family related services including responding to and preventing child abuse and neglect, managing adoptions and youth justice services
- a total of nearly \$665 million on improved employment and social outcomes support
- a total of over \$49 million on services for investigation of overpayments, fraudulent payments and collection of overpayments
- a total of nearly \$60 million on specialised services, including services for students, seniors and management of service cards
- a total of nearly \$31 million on social policy advice, data, analytics and evidence services
- a total of nearly \$44 million on investing in communities
- a total of nearly \$6 million on planning, correspondence and monitoring
- a total of over \$12 million on the Children's Action Plan
- a total of nearly \$346 million purchasing services from non-governmental organisation service providers and crown entities
- a total of nearly \$75 million on debt write-downs
- a total of nearly \$15 million on a transformation programme: Investing in New Zealand Children and their Families
- a total of nearly \$12,912 million on payments of New Zealand Superannuation
- a total of nearly \$4,391 million on payments for the working age benefits - Jobseeker Support, Sole Parent Support and Supported Living Payment
- a total of nearly \$680 million on payments for assistance with expenses related to disability, hardship and entering or remaining in the workforce
- a total of nearly \$572 million on payments to assist people to obtain a qualification, or for youth to continue education/training or obtain work, or to support young parents
- a total of nearly \$372 million on other forms of financial assistance such as childcare, care of unsupported children and special circumstances
- a total of over \$147 million on advances of benefits and other recoverable payments to assist with hardship and
- a total of nearly \$2 million on social sector trials.

The Minister for Social Housing is responsible for appropriations in the Vote for the 2016/17 financial year covering the following:

- a total of over \$1,149 million on Accommodation Assistance
- a total of nearly \$33 million on social housing outcomes support
- a total of nearly \$8 million on emergency housing response and
- a total of over \$840 million on social housing purchasing.

The Minister for Youth is responsible for an appropriation in the Vote for the 2016/17 financial year covering the following:

- a total of nearly \$11 million on partnering for youth development, including increasing youth development opportunities.

The Minister of Revenue is responsible for appropriations in the Vote for the 2016/17 financial year covering the following:

- a total of nearly \$16 million for management of student loans, and
- a total of over \$1,682 million on payments for student loans.

The Minister for Disability Issues is responsible for an appropriation in the Vote for the 2016/17 financial year covering the following:

- a total of over \$4 million on promoting positive outcomes for disabled people.

The Minister of Veterans' Affairs is responsible for appropriations in the Vote for the 2016/17 financial year covering the following:

- a total of \$438,000 for processing and payment of Veterans' Pensions, and
- a total of over \$177 million on payment of Veterans' Pension.

The Minister for Seniors is responsible for an appropriation in the Vote for the 2016/17 financial year covering the following:

- a total of over \$1 million on services from the Office for Seniors.

The Minister of Finance is responsible for an appropriation in the Vote for the 2016/17 financial year covering the following:

- a total of nearly \$2 million for designing and implementing social investment.

Details of these appropriations are set out in Parts 2-4.

Details of Appropriations and Capital Injections

Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Departmental Output Expenses			
Adoption Services (M63) This appropriation is limited to the management of services, incorporating education, assessment, reporting, counselling, and mediation, to all people who are party to adoption-related matters, past or present.	7,177	7,177	7,183
Care and Protection Services (M63) This appropriation is limited to the provision of social work and support services, both statutory and informal, to promote the wellbeing of children, young people and their families who are or have been in contact with the care system, including care and protection services; services for the development of the potential of such children and young people; and the provision of education and advice to help prevent child abuse and neglect.	396,205	396,205	406,364
Children's Action Plan (M63) This appropriation is limited to activities necessary to implement the Children's Action Plan.	12,894	12,894	12,020
Data, Analytics and Evidence Services (M63) This appropriation is limited to providing data, analytics and evidence services to better inform government decision-making.	11,380	11,380	11,420
Designing and Implementing Social Investment (M31) This appropriation is limited to expenses incurred in designing and implementing a cross agency social investment system.	2,000	2,000	1,500
Income Support and Assistance to Seniors (M63) This appropriation is limited to paying New Zealand Superannuation and social security entitlements to older persons, providing advice to them, administering international social security agreements relating to non-superannuitants, and assessing financial entitlement to Residential Care Subsidies.	36,902	36,902	36,866
Investigation of Overpayments and Fraudulent Payments and Collection of Overpayments (M63) This appropriation is limited to services to minimise errors, fraud and abuse of the benefit system and Income Related Rent, and services to manage the collection of overpayments, recoverable assistance loans and other balances owed by former clients.	49,350	49,350	49,390
Investing in Communities (M63) This appropriation is limited to approving community based social services; managing the relationship with service providers, including funding and monitoring; and the co-ordination of social support services to strengthen families and whānau.	45,786	45,786	43,938
Management of Service Cards (M63) This appropriation is limited to assessing entitlement, issuing cards, and promoting and distributing information about the Community Services, SuperGold and Veteran SuperGold cards, including enlisting business partners to provide discounts to SuperGold cardholders.	6,279	6,279	6,629
Management of Student Loans (M57) This appropriation is limited to assessing, paying and reviewing entitlements for student loans and providing guidance to students making financial and study decisions.	15,045	15,045	15,545
Management of Student Support (M63) This appropriation is limited to managing non-recoverable financial support to students, involving assessing and paying Student Allowances and other income support to eligible secondary and tertiary students.	15,704	15,704	16,056

Titles and Scopes of Appropriations by Appropriation Type	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Planning, Correspondence and Monitoring (M63) This appropriation is limited to providing planning, reporting, monitoring and statutory appointment advice (other than policy decision-making advice) on Crown entities, and correspondence services to support Ministers to discharge their portfolio responsibilities.	6,154	6,154	5,554
Policy Advice (M63) This appropriation is limited to providing advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by Ministers on government social policy matters, including social sector issues.	20,722	20,722	19,395
Processing of Veterans' Pensions (M75) This appropriation is limited to the processing and administrative aspects of payment of Veterans' Pensions and related allowances.	438	438	438
Promoting Positive Outcomes for Disabled People (M23) This appropriation is limited to providing services to promote and monitor the implementation of the New Zealand Disability Strategy, to monitor and implement the United Nations Convention on the Rights of Persons with Disabilities, and to provide information to Ministers on disability matters.	5,779	5,779	4,045
Promoting Positive Outcomes for Seniors (M61) This appropriation is limited to providing information and facilitation to protect the rights and interests of older people, to promote local community involvement in senior issues, and ministerial services.	1,010	1,010	1,010
Youth Justice Services (M63) This appropriation is limited to social work and other services to manage and resolve offending behaviour by children and young people, by providing assessment, support, programmes, containment and care of young offenders.	130,876	130,876	132,310
Property Management Centre of Expertise (M66) This appropriation is limited to the operation of the Property Management Centre of Expertise, to provide leadership, guidance and support, monitoring and brokerage in respect of property management within the State Sector.	4,836	4,836	-
Youth Development (M77) This appropriation is limited to providing leadership and service delivery to promote the interests of, and improve outcomes for, young people.	2,932	2,932	-
Total Departmental Output Expenses	771,469	771,469	769,663
Departmental Other Expenses			
Transformation Programme: Investing in New Zealand Children and their Families (M63) This appropriation is limited to the co-design and implementation of system-wide reform of services provided to New Zealand's vulnerable children, young people and their families.	3,000	3,000	14,500
Total Departmental Other Expenses	3,000	3,000	14,500
Departmental Capital Expenditure			
Ministry of Social Development - Capital Expenditure PLA (M63) This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Social Development, as authorised by section 24(1) of the Public Finance Act 1989.	120,838	120,838	97,143
Total Departmental Capital Expenditure	120,838	120,838	97,143

Titles and Scopes of Appropriations by Appropriation Type	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Output Expenses			
Children's Commissioner (M63) This appropriation is limited to the provision of services from the Children's Commissioner including the discharge of the Commissioner's duties under the Children's Commissioner Act 2003, monitoring and reporting on services delivered under the Children, Young Persons, and Their Families Act, 1989, and the identification of aspects of law, policy and practice that might adversely affect children and the development and proposal of remedies.	2,157	2,157	2,157
Community Participation Services (M63) This appropriation is limited to the provision of services, resources, assistance and support to people so they can participate in and contribute to the wider community.	78,441	78,441	83,908
Counselling and Rehabilitation Services (M63) This appropriation is limited to the purchase of services, including family counselling and other post-crisis interventions that restore the wellbeing of children, young people and families who have suffered harm and abuse or other forms of family breakdown or youth justice issues.	18,773	18,773	16,899
Education and Prevention Services (M63) This appropriation is limited to the purchase of education and prevention programmes and initiatives that aim to provide skills to children, young people and families who are at risk of harm or abuse, which will help them reduce the risk of that abuse or harm.	8,427	8,427	8,680
Emergency Housing Response (M37) This appropriation is limited to activities relating to the provision of emergency housing support for eligible families and individuals in high need areas.	2,738	2,738	7,945
Families Commission (M63) This appropriation is limited to the provision of services from the Families Commission to promote the wellbeing of a full range of New Zealand families and whānau through undertaking research and evidence gathering to build a transfer of knowledge to policymakers and purchasers and providers of services.	12,331	12,331	15,618
Family Wellbeing Services (M63) This appropriation is limited to the purchase of services that aim to improve the life outcomes for children, young people and families through support and development programmes, and programmes that will prevent any future harm or abuse.	84,734	84,734	84,913
Strong Families and Connected Communities (M63) This appropriation is limited to initiatives and services, with a focus on prevention and early intervention, that support and strengthen community functioning and improve outcomes for families.	113,751	113,751	107,833
Student Placement Services (M63) Provision of placement services for students for holiday and term employment.	3,512	3,512	3,512
Part Payment of Rent to Social Housing Providers (M37) This appropriation is limited to the part purchase of tenancies from social housing providers.	766,141	766,141	-
Services for Young People (M77) This appropriation is limited to the provision of programmes and services to enable the implementation of the Youth Development Strategy Aotearoa at a regional and local level.	8,594	8,594	-
Youth Development Partnership Fund (M77) This appropriation is limited to the provision of one-off partial funding, to assist Territorial Authorities to respond to the emerging needs and opportunities for young people.	439	439	-
Total Non-Departmental Output Expenses	1,100,038	1,100,038	331,465

Titles and Scopes of Appropriations by Appropriation Type	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Benefits or Related Expenses			
Accommodation Assistance (M37) This appropriation is limited to the Accommodation Supplement, Special Transfer Allowance, and Away From Home Allowance to persons to cover accommodation costs, paid in accordance with the criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.	1,140,479	1,134,979	1,149,046
Childcare Assistance (M63) Provision of assistance for the costs of childcare that meets specific quality guidelines, where parents meet activity and income criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.	194,585	186,585	211,420
Disability Assistance (M63) This appropriation is limited to the Disability Allowance to persons with disability costs and the Child Disability Allowance to the caregivers of children with a serious disability, paid in accordance with the criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.	378,656	376,856	376,368
Family Start/NGO Awards (M63) Payment of course fees for Family Start family/whānau and NGO workers pursuing social work qualifications.	705	705	705
Hardship Assistance (M63) This appropriation is limited to Civil Defence payments, Funeral Grants, Live Organ Donors Assistance, Special Benefit, Special Needs Grants, Temporary Accommodation Assistance and Temporary Additional Support to provide means-tested temporary financial assistance to persons with emergency or essential costs, paid in accordance with the criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.	293,849	288,249	299,514
Jobseeker Support and Emergency Benefit (M63) This appropriation is limited to the provision of means-tested income support for people who are eligible for Jobseeker Support or an Emergency Benefit as set out in the Social Security Act 1964 and delegated legislation made under that Act.	1,692,956	1,674,256	1,676,898
New Zealand Superannuation (M63) Provision of an income for people who have reached the qualifying age of 65 years and fulfil the residency requirements, as provided for in the New Zealand Superannuation and Retirement Income Act 2001.	12,287,231	12,260,531	12,911,646
Orphan's/Unsupported Child's Benefit (M63) This appropriation is limited to the provision of income support for people charged with the responsibility for the care of a child whose parents are dead or cannot be located, or suffer a serious long-term disablement that renders them unable to care for the child, or where there has been a breakdown in the child's family. Paid in accordance with criteria set out in the Social Security Act 1964 and in relevant Welfare Programmes pursuant to it.	144,165	142,065	148,356
Sole Parent Support (M63) This appropriation is limited to the provision of means-tested income support for people who are eligible for Sole Parent Support as set out in the Social Security Act 1964 and delegated legislation made under that Act.	1,163,217	1,150,717	1,199,351
Special Circumstance Assistance (M63) This appropriation is limited to financial assistance to people in special circumstances and comprises the Clothing Allowance, and providing assistance for community costs, domestic violence and witness protection relocation, home help, social rehabilitation assistance, telephone costs paid in accordance with criteria set out in the Social Security Act 1964, and delegated legislation under that Act; and Civilian Amputees Assistance, paid in accordance with criteria set out in the Disabled Persons Community Welfare Act 1975.	14,399	11,399	11,615

Titles and Scopes of Appropriations by Appropriation Type	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Benefits or Related Expenses - cont'd			
Student Allowances (M63) This appropriation is limited to means-tested allowances for students on an approved study programme in accordance with the criteria established by the Student Allowance Regulations 1998; and payment of Student Allowance Transfer Grants to students with dependants in accordance with the criteria established by delegated legislation issued under the Social Security Act 1964.	514,334	496,334	510,046
Study Scholarships and Awards (M63) This appropriation is limited to scholarships and awards to tertiary students awarded in accordance with Cabinet decisions; and Teach NZ Scholarships awarded in accordance with the Education Act 1989.	18,910	18,910	19,167
Supported Living Payment (M63) This appropriation is limited to the provision of means-tested income support for people who are eligible for Supported Living Payment as set out in the Social Security Act 1964 and delegated legislation made under that Act.	1,532,017	1,523,917	1,514,521
Transitional Assistance (M63) This appropriation is limited to supplementary financial assistance to people who are adversely affected by changes in policy or legislation, so they will not be financially worse off at the point of change. This assistance is paid in accordance with criteria set out in the Social Security Act 1964 and delegated legislation under that Act.	65	65	250
Veterans' Pension (M75) This appropriation is limited to the provision of the Veterans' Pension, and lump sum payments upon the death of a qualifying veteran or a veteran's qualifying spouse or partner, to eligible veterans and their spouses, partners and dependent children, as set out in the Veterans' Support Act 2014 and delegated legislation made under that Act.	187,844	186,044	177,452
Work Assistance (M63) This appropriation is limited to the provision of payments to beneficiaries, low income earners, students and ex beneficiaries, who meet certain criteria set out in delegated legislation under the Social Security Act 1964, to assist them to obtain and maintain employment.	4,066	3,616	3,768
Youth Payment and Young Parent Payment (M63) This appropriation is limited to the provision of income support and incentive payments for people aged 16, 17 or 18 years who are currently unemployed but are in or available for full-time education, training or work-based learning and where it is inappropriate for them to obtain financial support from their parents, and 16, 17, 18 and 19 year old parents who are currently unemployed but are in or available for full-time education, training or work-based learning. Paid in accordance with criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.	42,635	41,035	41,785
Benefits Paid in Australia (M63) This appropriation is limited to reimbursement to the Australian Government for income support assistance provided to New Zealanders eligible under the 1994 Reciprocal Agreement pursuant to the Social Welfare (Reciprocity with Australia) Order 2002.	39,941	39,941	-
Total Benefits or Related Expenses	19,650,054	19,536,204	20,251,908
Non-Departmental Other Expenses			
Debt Write-downs (M63) This appropriation is limited to the provision for write-downs of Crown debt administered by the Ministry of Social Development due to debt write offs or debt provisions resulting from the need to value debt in accordance with generally accepted accounting practice.	75,825	75,825	74,999
Extraordinary Care Fund (M63) This appropriation is limited to providing financial assistance to carers receiving the Orphan's Benefit or Unsupported Child's Benefit to assist with costs for children in their care who are either experiencing difficulties that significantly impact on their development, or who are showing promise.	3,108	3,108	2,308

Titles and Scopes of Appropriations by Appropriation Type	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Out of School Care Programmes (M63) This appropriation is limited to the provision of assistance to Child, Youth and Family-approved Out of School Care and Recreation programmes to assist with the establishment and/or operating costs of OSCAR programmes.	19,045	19,045	19,410
Support for the Provision of Social Housing Supply (M37) This appropriation is limited to providing support to secure access to properties for social housing providers to use for social housing tenancies.	20,000	20,000	-
Total Non-Departmental Other Expenses	117,978	117,978	96,717
Non-Departmental Capital Expenditure			
Recoverable Assistance (M63) This appropriation is limited to recoverable assistance payments, as a facility for low-income earners and beneficiaries to access means-tested assistance to help them to meet essential and immediate needs, or costs in specific circumstances, and to meet costs of pre-employment drug tests, in accordance with criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.	150,159	146,159	147,256
Student Loans (M57) This appropriation is limited to loans to tertiary students undertaking studies at approved tertiary institutions in accordance with Cabinet decisions.	1,682,736	1,637,736	1,682,436
Total Non-Departmental Capital Expenditure	1,832,895	1,783,895	1,829,692
Multi-Category Expenses and Capital Expenditure			
Improved Employment and Social Outcomes Support MCA (M63) The single overarching purpose of this appropriation is to operate the benefit system and associated interventions in such a way as to improve client outcomes (employment and social) by moving them closer to independence, with a focus on those at risk of long term benefit receipt.	678,899	673,899	664,779
<i>Departmental Output Expenses</i>			
<i>Administering Income Support</i> This category is limited to assessing, paying, reviewing entitlements and collecting balances owed by clients for income support, supplementary assistance, grants and allowances.	307,471	302,471	276,500
<i>Improving Employment Outcomes</i> This category is limited to providing specified assistance, including services provided in accordance with criteria set out in delegated legislation under the Social Security Act 1964, to support people who are receiving or likely to receive working age benefits or youth support payments and are work ready to move into sustainable employment.	295,719	295,719	299,240
<i>Improving Work Readiness Outcomes</i> This category is limited to providing services, including services provided in accordance with criteria set out in delegated legislation under the Social Security Act 1964, to address barriers to employment (such as literacy, numeracy, health, skills, drug or alcohol use, confidence and motivation) for people who are receiving or likely to receive working age benefits or youth support payments so that they become work ready.	75,709	75,709	89,039

Titles and Scopes of Appropriations by Appropriation Type	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Multi-Category Expenses and Capital Expenditure			
Independent Advice on Government Priority Areas MCA (M63)	538	538	538
The overarching purpose of this appropriation is to provide independent advice to the Minister for Social Development for discharging decision-making responsibilities.			
<i>Non-Departmental Output Expenses</i>			
<i>Other Advice</i>	269	269	269
This category is limited to the procurement of other advice (including advice on operational matters; advice from expert parties that provide review services not available in-house; advice on matters where a review is necessary but cannot be undertaken due to a conflict of interest; and advice on procurement to ensure value for money) on government priority areas.			
<i>Policy Advice</i>	269	269	269
This category is limited to the provision of independent advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by Ministers on government priority areas.			
Partnering for Youth Development MCA (M77)	-	-	10,515
The single overarching purpose of this appropriation is to improve outcomes for young people through youth development opportunities.			
<i>Departmental Output Expenses</i>			
<i>Administering Youth Development</i>	-	-	2,312
This category is limited to generating, funding and promoting youth development opportunities.			
<i>Non-Departmental Output Expenses</i>			
<i>Increasing Youth Development Opportunities</i>	-	-	8,203
This category is limited to purchasing youth development opportunities.			
Social Housing Outcomes Support MCA (M37)	30,066	30,066	32,690
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 housing, and to move those who are capable of housing independence closer towards that.			
<i>Departmental Output Expenses</i>			
<i>Services to Support People to Access Accommodation</i>	28,266	28,266	30,090
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.			
<i>Non-Departmental Other Expenses</i>			
<i>Housing Support Package</i>	1,800	1,800	2,600
This category 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.			
Social Housing Purchasing MCA (M37)	-	-	840,470
The single overarching purpose of this appropriation is to secure and purchase social housing tenancies for those who are eligible.			
<i>Non-Departmental Output Expenses</i>			
<i>Part Payment of Rent to Social Housing Providers</i>	-	-	826,520
This category is limited to the part purchase of tenancies from social housing providers.			
<i>Services Related to the Provision of Social Housing</i>	-	-	400
This category is limited to the provision of services related to the provision of social housing by a social housing provider.			

Titles and Scopes of Appropriations by Appropriation Type	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
<i>Non-Departmental Other Expenses</i>			
<i>Support for the Provision of Social Housing Supply</i> This category is limited to providing support to secure access to properties for social housing providers to use for social housing tenancies.	-	-	13,550
Social Sector Trials MCA (M63) The single overarching purpose of this appropriation is to trial new ways of delivering social and community assistance based on particular community needs	8,358	8,358	1,540
<i>Departmental Output Expenses</i>			
<i>National Leadership and Administration of Social Sector Trials programme, and Individual-led Social Sector Trials</i> This category is limited to the administration of the Social Sector Trials by a national programme office, and by government-employed Social Sector Trial Leads in specified locations, leading a cross-agency approach to improve outcomes for target groups.	2,985	2,985	401
<i>Non-Departmental Output Expenses</i>			
<i>Non-Governmental Organisation led Social Sector Teams and Contracted Programmes and Services</i> This category is limited to the administration of the Social Sector Trials by non-governmental organisations in specified locations, leading a cross-agency approach to improve outcomes for target groups, and the social services purchased by the Social Sector Trials to improve social service delivery and improve outcomes.	5,373	5,373	1,139
Total Multi-Category Expenses and Capital Expenditure	717,861	712,861	1,550,532
Total Annual and Permanent Appropriations	24,314,133	24,146,283	24,941,620

Capital Injection Authorisations

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Ministry of Social Development - Capital Injection (M63)	2,300	2,300	6,500

Supporting Information

Part 1 - Vote as a Whole

1.1 - New Policy Initiatives

Policy Initiative	Appropriation	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
A New Zealand Data Futures Partnership	Data, Analytics and Evidence Services (M63) <i>Departmental Output Expenses</i>	(40)	-	-	-	-
Achieving Better Public Service Result Area 1	Improved Employment and Social Outcomes Support MCA (M63) <ul style="list-style-type: none"> • Improving Employment Outcomes • Improving Work Readiness Outcomes <i>Departmental Output Expenses</i>	-	11,651	11,566	11,566	6,500
		-	3,000	3,000	3,000	-
Additional Investment In MSD's Capital Base	Care and Protection Services (M63) <i>Departmental Output Expenses</i> Improved Employment and Social Outcomes Support MCA (M63) <ul style="list-style-type: none"> • Administering Income Support <i>Departmental Output Expenses</i> Ministry of Social Development - Capital Injection (M63)	-	432	1,104	1,344	1,344
		-	648	1,656	2,016	2,016
		-	6,000	6,000	-	-
Allocation of Baseline Contributions Across Agencies for the Budget 2015 System Package	Care and Protection Services (M63) Income Support and Assistance to Seniors (M63) Investigation of Overpayments and Fraudulent Payments and Collection of Overpayments (M63) Investing in Communities (M63) Youth Justice Services (M63) <i>Departmental Output Expenses</i> Improved Employment and Social Outcomes Support MCA (M63) <ul style="list-style-type: none"> • Administering Income Support <i>Departmental Output Expenses</i>	(935)	(935)	(935)	(935)	(690)
		(120)	(120)	(120)	(120)	(85)
		(160)	(160)	(160)	(160)	(113)
		(145)	(145)	(145)	(145)	(106)
		(415)	(415)	(415)	(415)	(305)
		(1,426)	(1,426)	(1,426)	(1,426)	(1,035)

Policy Initiative	Appropriation	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Annual General Adjustment: Removing the Need for Additional Annual Decision Making	Disability Assistance (M63) <i>Non-Departmental Benefits or Related Expenses</i>	201	661	605	606	606
Children's Action Plan (CAP) Financing Plan	Children's Action Plan (M63) <i>Departmental Output Expenses</i> Strong Families and Connected Communities (M63) <i>Non-Departmental Output Expenses</i>	(500)	3,876	4,066	(2,000)	(2,000)
Community Finance Scale-Up from Pilot	Strong Families and Connected Communities (M63) <i>Non-Departmental Output Expenses</i>	-	800	1,200	1,100	1,100
Delivering the Social Housing Reform Programme: Additional Resource for the Ministry of Social Development	Social Housing Outcomes Support MCA (M37) • Services to Support People to Access Accommodation <i>Departmental Output Expenses</i>	-	3,700	-	-	-
Draw Down for the Growing Up in New Zealand study contract and related activities	Families Commission (M63) <i>Non-Departmental Output Expenses</i>	2,196	7,314	4,816	5,959	5,959
Ensuring the Safety of Our Employees	Adoption Services (M63) Care and Protection Services (M63) Income Support and Assistance to Seniors (M63) Investigation of Overpayments and Fraudulent Payments and Collection of Overpayments (M63) Youth Justice Services (M63) <i>Departmental Output Expenses</i> Improved Employment and Social Outcomes Support MCA (M63) • Administering Income Support • Improving Employment Outcomes • Improving Work Readiness Outcomes <i>Departmental Output Expenses</i> Social Housing Outcomes Support MCA (M37) • Services to Support People to Access Accommodation <i>Departmental Output Expenses</i>	-	95	65	12	12
		-	3,122	2,143	386	386
		-	564	387	70	70
		-	637	437	79	79
		-	1,345	923	166	166
		-	3,751	2,574	463	463
		-	1,929	1,324	238	238
		-	63	43	8	8
		-	228	158	28	28

Policy Initiative	Appropriation	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Extending The Youth Service to 18 and 19 Year-Olds	<p>Improved Employment and Social Outcomes Support MCA (M63)</p> <ul style="list-style-type: none"> Improving Work Readiness Outcomes <p><i>Departmental Output Expenses</i></p>	-	10,326	10,517	10,286	10,286
Family Violence Response Coordination	<p>Strong Families and Connected Communities (M63)</p> <p><i>Non-Departmental Output Expenses</i></p>	-	2,800	-	-	-
Funding for Specialist Sexual Violence Services	<p>Investing in Communities (M63)</p> <p><i>Departmental Output Expenses</i></p> <p>Strong Families and Connected Communities (M63)</p> <p><i>Non-Departmental Output Expenses</i></p>	-	837	837	837	837
Funding the Social Sector Investment Change Programme	<p>Designing and Implementing Social Investment (M31)</p> <p><i>Departmental Output Expenses</i></p>	1,500	1,500	-	-	-
Future of the Social Sector Trials beyond 30 June 2016	<p>Improved Employment and Social Outcomes Support MCA (M63)</p> <ul style="list-style-type: none"> Improving Employment Outcomes <p><i>Departmental Output Expenses</i></p> <p>Social Sector Trials MCA (M63)</p> <ul style="list-style-type: none"> National Leadership and Administration of Social Sector Trials programme, and Individual-led Social Sector Trials <p><i>Departmental Output Expenses</i></p> <ul style="list-style-type: none"> Non-Governmental Organisation led Social Sector Teams and Contracted Programmes and Services <p><i>Non-Departmental Output Expenses</i></p> <p>Counselling and Rehabilitation Services (M63)</p> <p>Education and Prevention Services (M63)</p> <p>Family Wellbeing Services (M63)</p> <p>Strong Families and Connected Communities (M63)</p> <p><i>Non-Departmental Output Expenses</i></p>	-	(33)	-	-	-
		(709)	401	-	-	-
		-	1,139	-	-	-
		-	(23)	-	-	-
		-	(82)	-	-	-
		-	(50)	-	-	-
		-	(208)	-	-	-

Policy Initiative	Appropriation	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Increased Support for Child, Youth and Family (CYF)	Care and Protection Services (M63) <i>Departmental Output Expenses</i>	-	35,376	36,062	36,715	36,715
International Connections for New Zealanders	Management of Student Loans (M57) <i>Departmental Output Expenses</i>	-	500	-	-	-
Investing in New Zealand's Children and their Families (Children, Young Persons, and Their Families Act 1989 Changes)	Care and Protection Services (M63) <i>Departmental Output Expenses</i>	-	6,725	6,725	6,725	6,725
Investing in New Zealand's Children and their Families Transformation Programme	Transformation Programme: Investing in New Zealand Children and their Families (M63) <i>Departmental Other Expenses</i>	3,000	14,500	17,000	-	-
Response to the Syrian Refugee Crisis: Implementation	Improved Employment and Social Outcomes Support MCA (M63) <ul style="list-style-type: none"> • Improving Employment Outcomes <i>Departmental Output Expenses</i> Accommodation Assistance (M37) Hardship Assistance (M63) Jobseeker Support and Emergency Benefit (M63) Sole Parent Support (M63) Student Allowances (M63) Supported Living Payment (M63) <i>Non-Departmental Benefits or Related Expenses</i> Strong Families and Connected Communities (M63) <i>Non-Departmental Output Expenses</i> Student Loans (M57) <i>Non-Departmental Capital Expenditure</i>	334	836	836	-	-
Review of Surviving Spouse or Partner Weekly Compensation for Superannuitants Provisions	New Zealand Superannuation (M63) <i>Non-Departmental Benefits or Related Expenses</i>	-	-	750	770	790
Rural Assistance Payments for lower North Island farmers affected by storm damage	Hardship Assistance (M63) <i>Non-Departmental Benefits or Related Expenses</i>	460	-	-	-	-

Policy Initiative	Appropriation	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Social Housing - Additional Income-Related Rent Subsidy Funding	Social Housing Purchasing MCA (M37)					
	<ul style="list-style-type: none"> Part Payment of Rent to Social Housing Providers <i>Non-Departmental Output Expenses</i>	-	8,750	31,850	52,360	24,310
	<ul style="list-style-type: none"> Support for the Provision of Social Housing Supply <i>Non-Departmental Other Expenses</i>	-	13,550	26,150	26,140	16,890
Social Housing - Emergency Housing	Social Housing Outcomes Support MCA (M37)					
	<ul style="list-style-type: none"> Services to Support People to Access Accommodation <i>Departmental Output Expenses</i>	-	950	50	-	-
	Emergency Housing Response (M37)					
	<i>Non-Departmental Output Expenses</i>	-	6,050	8,450	8,800	8,800
	Hardship Assistance (M63)					
<i>Non-Departmental Benefits or Related Expenses</i>	-	2,000	2,000	2,000	2,000	
	Ministry of Social Development - Capital Injection (M63)	-	500	-	-	-
Social Housing - Water rates in Tauranga for transferred Social Housing properties	Social Housing Purchasing MCA (M37)					
	<ul style="list-style-type: none"> Services Related to the Provision of Social Housing <i>Non-Departmental Output Expenses</i>	-	400	400	300	300
Transfer of the Property Management Centre of Expertise (PMCoE) to the Ministry of Business, Innovation and Employment	Property Management Centre of Expertise (M66)	(3,496)	(2,755)	(2,755)	(2,755)	(2,755)
	<i>Departmental Output Expenses</i>					
Transfer of the PMCoE Equity from 1 April 2016	Ministry of Social Development - Capital Withdrawal (M63)	(2,100)	-	-	-	-
Tertiary Education						
Annual Maximum Fee Movement for 2017 and 2018	Student Loans (M57)	-	3,130	6,133	6,736	6,978
	<i>Non-Departmental Capital Expenditure</i>					
Delivering support to graduate-entry students affected by the 7 EFTS limit	Student Loans (M57)	82	898	1,275	1,548	1,002
	<i>Non-Departmental Capital Expenditure</i>					
	Total	(1,825)	162,647	194,489	182,045	135,906

1.2 - Trends in the Vote

Summary of Financial Activity

	2011/12	2012/13	2013/14	2014/15	2015/16		2016/17			2017/18	2018/19	2019/20
	Actual \$000	Actual \$000	Actual \$000	Actual \$000	Final Budgeted \$000	Estimated Actual \$000	Departmental Transactions Budget \$000	Non- Departmental Transactions Budget \$000	Total Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Appropriations												
Output Expenses	1,040,715	1,057,218	1,040,922	1,042,512	1,090,465	1,090,465	769,663	331,465	1,101,128	1,084,463	1,078,342	1,078,568
Benefits or Related Expenses	17,529,007	17,961,893	18,316,780	18,847,186	19,650,054	19,536,204	N/A	20,251,908	20,251,908	20,778,035	21,474,548	22,277,683
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	686,690	105,751	103,562	78,857	100,978	100,978	14,500	96,717	111,217	113,781	96,847	96,845
Capital Expenditure	1,783,742	1,753,506	1,812,057	1,848,880	1,953,733	1,904,733	97,143	1,829,692	1,926,835	1,935,767	1,942,022	1,974,985
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	N/A	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)												
<i>Output Expenses</i>	<i>1,158,740</i>	<i>1,240,524</i>	<i>1,308,631</i>	<i>1,400,260</i>	<i>1,492,267</i>	<i>1,487,267</i>	<i>697,582</i>	<i>836,800</i>	<i>1,534,382</i>	<i>1,584,479</i>	<i>1,655,430</i>	<i>1,722,606</i>
<i>Other Expenses</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>21,800</i>	<i>21,800</i>	<i>-</i>	<i>16,150</i>	<i>16,150</i>	<i>28,750</i>	<i>28,740</i>	<i>19,490</i>
<i>Capital Expenditure</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>N/A</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
Total Appropriations	22,198,894	22,118,892	22,581,952	23,217,695	24,309,297	24,141,447	1,578,888	23,362,732	24,941,620	25,525,275	26,275,929	27,170,177
Crown Revenue and Capital Receipts												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	64,486	11,722	12,653	13,496	10,955	10,955	N/A	10,986	10,986	10,935	10,751	10,735
Capital Receipts	593,104	581,230	610,562	651,486	699,436	699,436	N/A	737,449	737,449	766,722	788,493	813,330
Total Crown Revenue and Capital Receipts	657,590	592,952	623,215	664,982	710,391	710,391	N/A	748,435	748,435	777,657	799,244	824,065

Note - where restructuring of the vote has occurred then, to the extent practicable, prior years information has been restated as if the restructuring had occurred before the beginning of the period covered. In this instance Total Appropriations for the Budgeted and Estimated Actual year may not equal Total Appropriations in the Details of Appropriations and Capital Injections.

Adjustments to the Summary of Financial Activity Table Due to Vote Restructuring

Establishment of the Partnering for Youth Development MCA

	2011/12 Adjustments \$000	2012/13 Adjustments \$000	2013/14 Adjustments \$000	2014/15 Adjustments \$000	2015/16 Final Budgeted Adjustments \$000	2015/16 Estimated Actual Adjustments \$000
Appropriations						
Output Expenses	-	9,822	8,973	9,549	10,065	10,065
Benefits or Related Expenses	-	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-
Other Expenses	-	-	-	-	-	-
Capital Expenditure	-	-	-	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)						
<i>Output Expenses</i>	-	(9,822)	(8,973)	(9,549)	(10,065)	(10,065)
<i>Other Expenses</i>	-	-	-	-	-	-
<i>Capital Expenditure</i>	-	-	-	-	-	-
Total Appropriations	-	-	-	-	-	-
Crown Revenue and Capital Receipts						
Tax Revenue	-	-	-	-	-	-
Non-Tax Revenue	-	-	-	-	-	-
Capital Receipts	-	-	-	-	-	-
Total Crown Revenue and Capital Receipts	-	-	-	-	-	-

Transfer of the Property Management Centre of Expertise to Vote Business, Science and Innovation from 1 April 2016.

	2011/12 Adjustments \$000	2012/13 Adjustments \$000	2013/14 Adjustments \$000	2014/15 Adjustments \$000	2015/16 Final Budgeted Adjustments \$000	2015/16 Estimated Actual Adjustments \$000
Appropriations						
Output Expenses	(371)	(2,605)	(3,846)	(3,628)	(4,836)	(4,836)
Benefits or Related Expenses	-	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-
Other Expenses	-	-	-	-	-	-
Capital Expenditure	-	-	-	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)						
<i>Output Expenses</i>	-	-	-	-	-	-
<i>Other Expenses</i>	-	-	-	-	-	-
<i>Capital Expenditure</i>	-	-	-	-	-	-
Total Appropriations	(371)	(2,605)	(3,846)	(3,628)	(4,836)	(4,836)
Crown Revenue and Capital Receipts						
Tax Revenue	-	-	-	-	-	-
Non-Tax Revenue	-	-	-	-	-	-
Capital Receipts	-	-	-	-	-	-
Total Crown Revenue and Capital Receipts	-	-	-	-	-	-

Establishment of the Social Sector Trials MCA

	2011/12 Adjustments \$000	2012/13 Adjustments \$000	2013/14 Adjustments \$000	2014/15 Adjustments \$000	2015/16 Final Budgeted Adjustments \$000	2015/16 Estimated Actual Adjustments \$000
Appropriations						
Output Expenses	-	(2,172)	(5,975)	(7,867)	-	-
Benefits or Related Expenses	-	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-
Other Expenses	-	-	-	-	-	-
Capital Expenditure	-	-	-	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)						
<i>Output Expenses</i>	-	2,172	5,975	7,867	-	-
<i>Other Expenses</i>	-	-	-	-	-	-
<i>Capital Expenditure</i>	-	-	-	-	-	-
Total Appropriations	-	-	-	-	-	-
Crown Revenue and Capital Receipts						
Tax Revenue	-	-	-	-	-	-
Non-Tax Revenue	-	-	-	-	-	-
Capital Receipts	-	-	-	-	-	-
Total Crown Revenue and Capital Receipts	-	-	-	-	-	-

Establishing the Social Housing Purchasing MCA

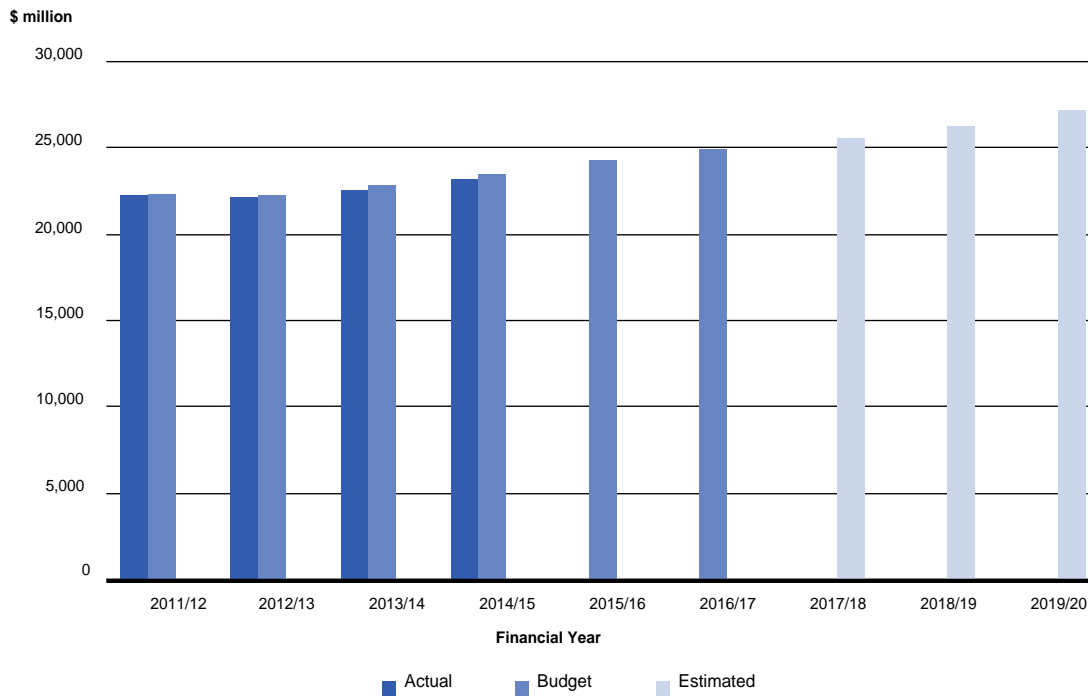
	2011/12 Adjustments \$000	2012/13 Adjustments \$000	2013/14 Adjustments \$000	2014/15 Adjustments \$000	2015/16 Final Budgeted Adjustments \$000	2015/16 Estimated Actual Adjustments \$000
Appropriations						
Output Expenses	(579,522)	(610,846)	(660,012)	(703,207)	(766,141)	(766,141)
Benefits or Related Expenses	-	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-
Other Expenses	-	-	-	-	(20,000)	(20,000)
Capital Expenditure	-	-	-	-	-	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)						
<i>Output Expenses</i>	579,522	610,846	660,012	703,207	766,141	766,141
<i>Other Expenses</i>	-	-	-	-	20,000	20,000
<i>Capital Expenditure</i>	-	-	-	-	-	-
Total Appropriations	-	-	-	-	-	-
Crown Revenue and Capital Receipts						
Tax Revenue	-	-	-	-	-	-
Non-Tax Revenue	-	-	-	-	-	-
Capital Receipts	-	-	-	-	-	-
Total Crown Revenue and Capital Receipts	-	-	-	-	-	-

The prior year information in the Summary of Financial Activity table has been restated to reflect the current Vote structure.

1.3 - Analysis of Significant Trends

Total Departmental and Non-Departmental Expenses

Figure 1 - Trends in total voted and actual expenses and capital expenditure

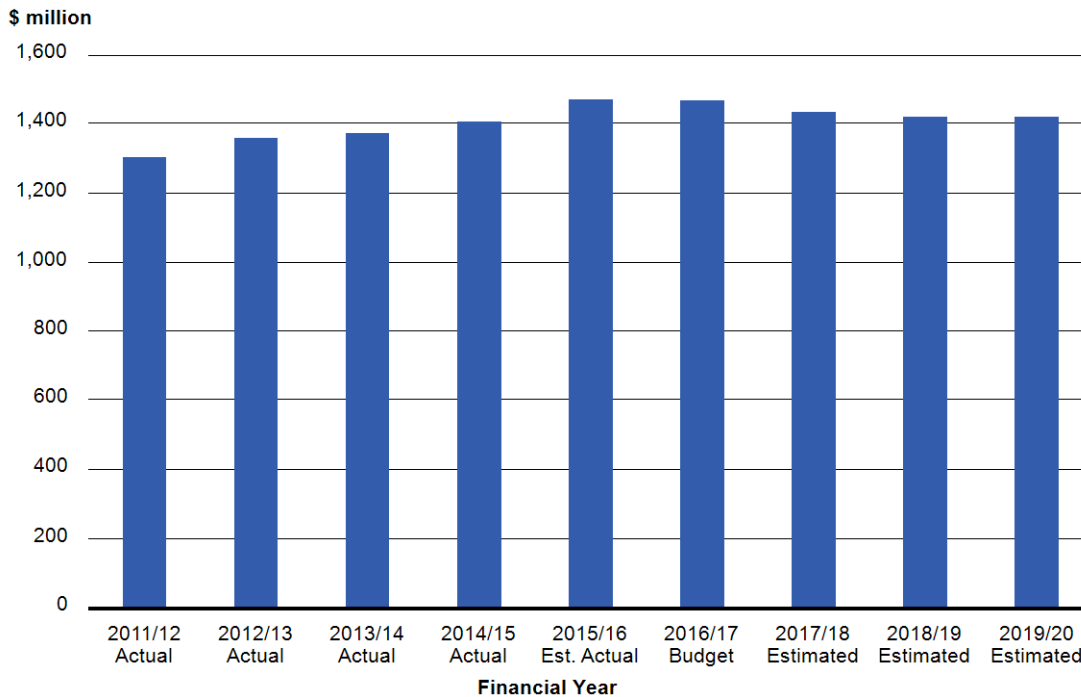


Source: Ministry of Social Development

The movements in Departmental and Non-departmental appropriations in Vote Social Development, which are detailed above, are largely driven by increases in Benefits or Related Expenses, in particular, New Zealand Superannuation.

Departmental Output Expenses

Figure 2 - Trends in Departmental output expenses



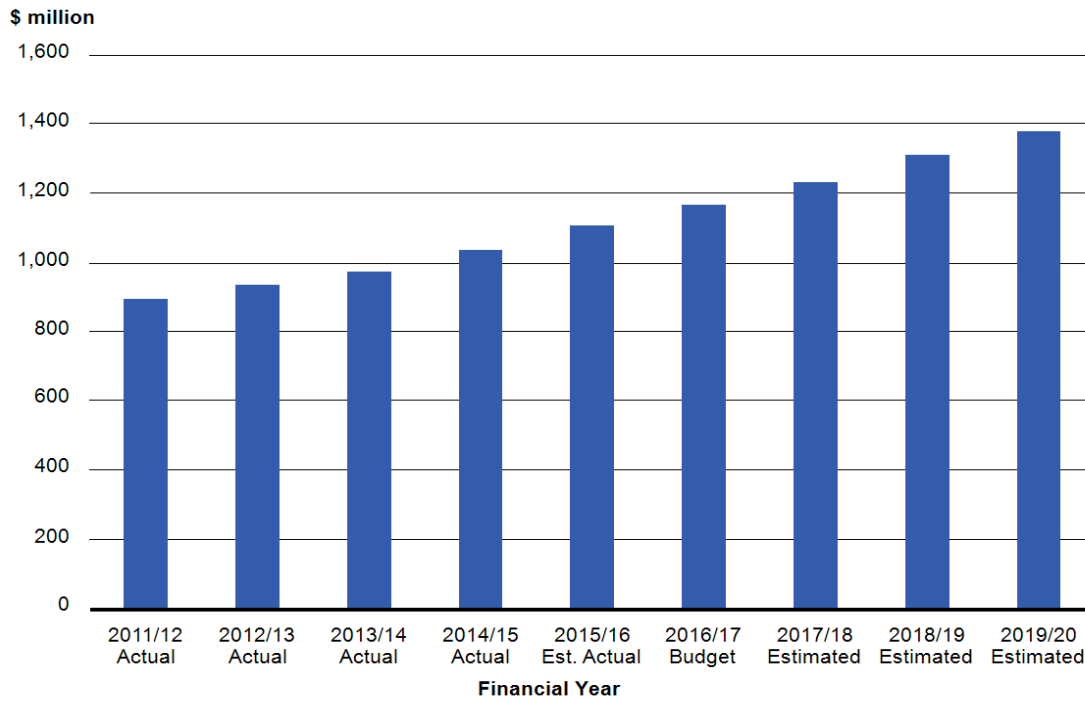
Source: Ministry of Social Development

Departmental output expenses while relatively stable in recent years, reached a peak in 2015/16 mainly due to additional funding in that year for children living in material hardship of \$8.350 million, demand pressures for children in care and modernisation of Child, Youth and Family \$13.839 million, Security Response Programme of \$11 million, Achieving the Better Public Services (BPS) result \$8.500 million and brought forward funding for Simplification \$23.300 million.

There is significant new funding in 2016/17, including for Achieving BPS Result Area 1 \$14.651 million, Child, Youth and Family cost pressures \$35.376 million and Extending the Youth Service to 18 and 19 year-olds \$10.326 million. However, the impact of efficiency savings and the realisation of simplification benefits sees the overall trend decreasing from 2016/17 onwards.

Non-Departmental Output Expenses

Figure 3 - Trends in Non-departmental output expenses

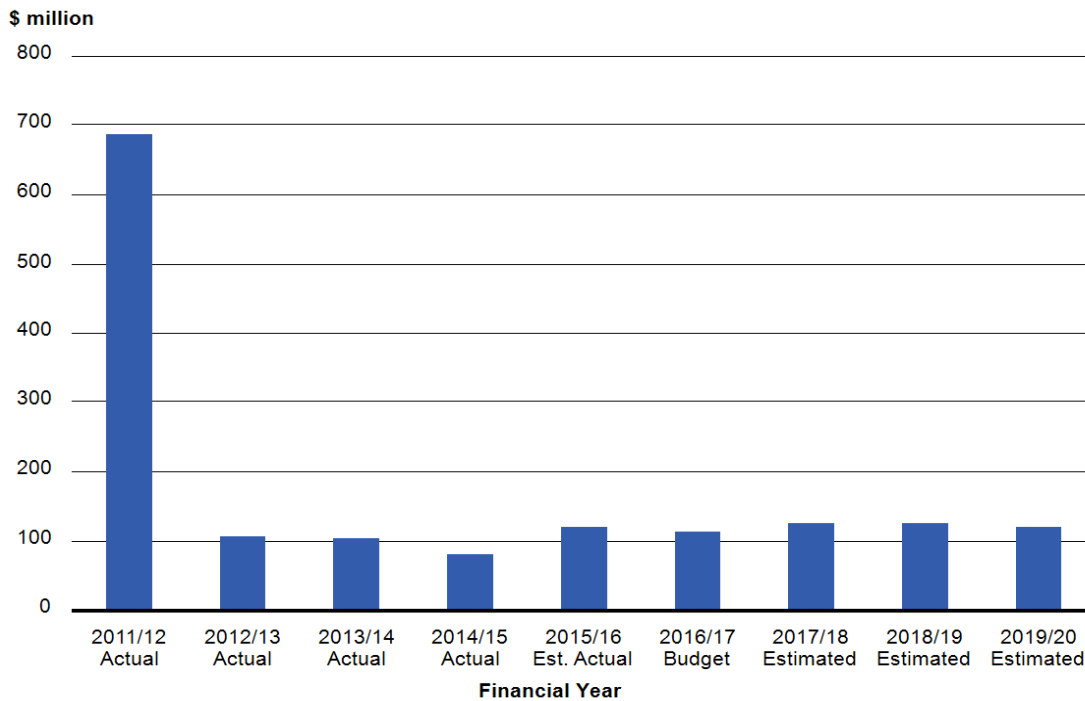


Source: Ministry of Social Development

Non-departmental output expenses has had a steady increase in funding from 2011/12 onwards. This has been mainly driven by the increase in funding over time for the part payment of rent to social housing providers.

Non-Departmental Other Expenses

Figure 4 - Trends in non-departmental other expenses

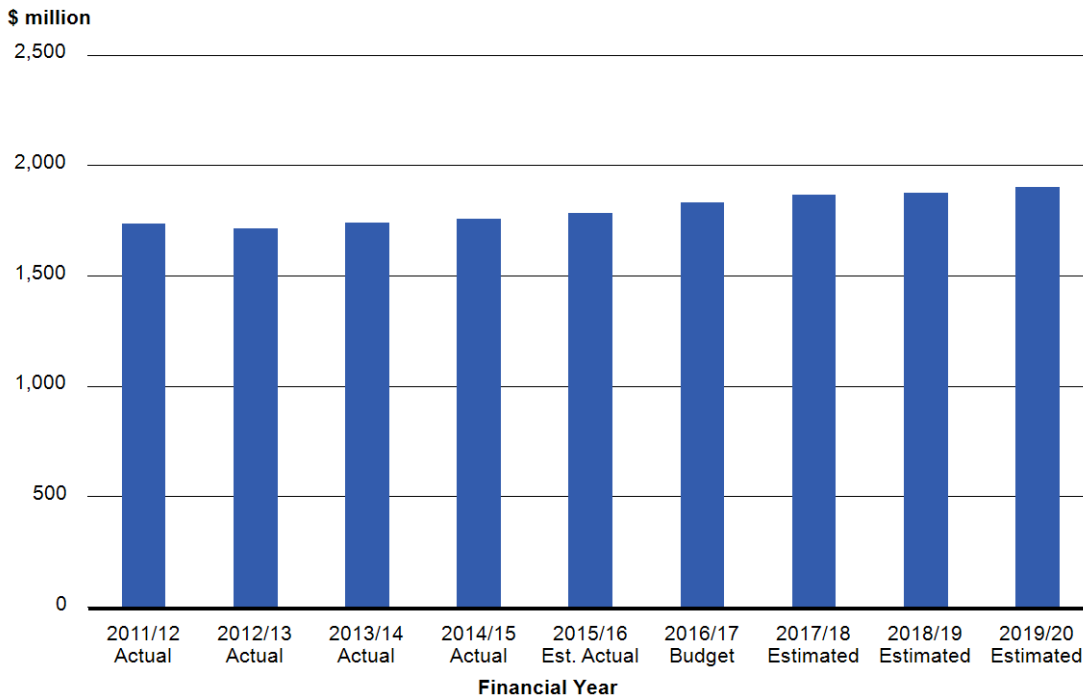


Source: Ministry of Social Development

Non-departmental other expenses decreases from 2011/12 largely due to the transfer of the initial fair value write-down provision for new student loans to Vote Revenue from 1 April 2012. The Non-departmental other expenditure trend then remains relatively stable from 2012/13 to 2014/15. Expenditure on the support for the provision of social housing supply of \$20 million creates an increase in the trend from 2015/16 onwards.

Non-Departmental Capital Expenditure

Figure 5 - Trends in Non-departmental capital expenditure



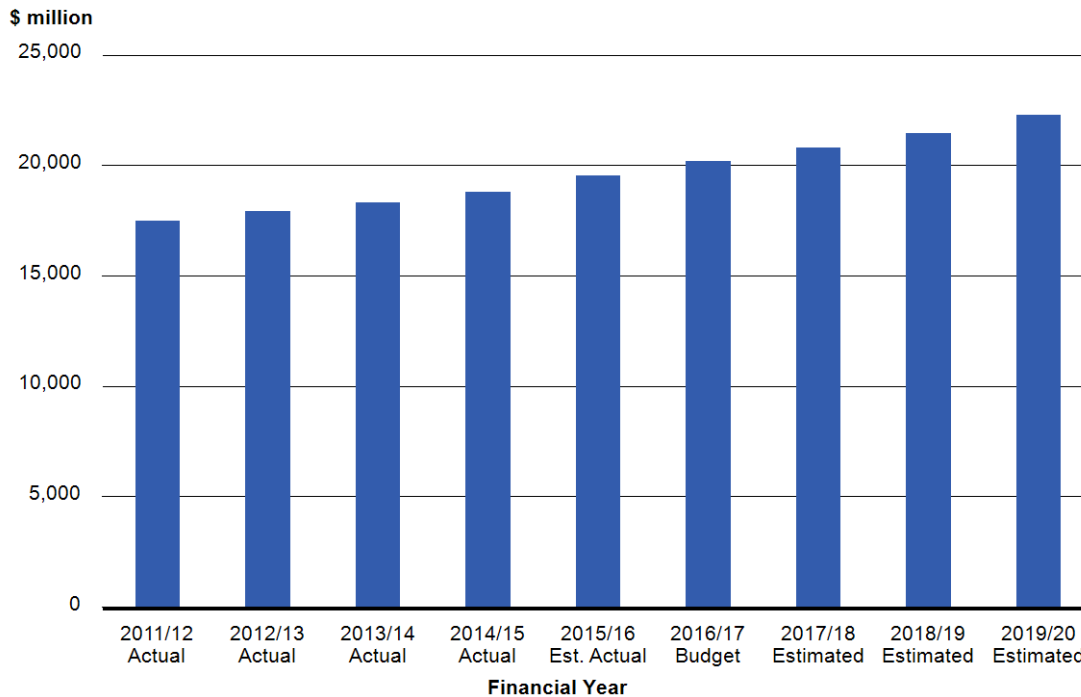
Source: Ministry of Social Development

The majority (about 92%) of Non-departmental capital expenditure is for Student Loans. Most expenditure (about 63%) occurs in the first four months of each calendar year when course fees are paid. Expenditure reduced in 2012/13 as economic conditions improved, however expenditure has increased since 2013/14 and is expected to continue to increase over the next five years. This is driven by a higher loan amount per borrower as course fees and living costs increase.

The Recoverable Assistance item makes up the remainder of Non-departmental capital expenditure. Recoverable Assistance expenditure reduced between 2011/12 and 2014/15 as households recovered from the impacts of the 2009/10 recession. Expenditure is expected to remain between \$146 million and \$152 million per annum over the next five years.

Non-Departmental Benefits or Related Expenses

Figure 6 - Trends in Non-departmental benefits or related expenses



Source: Ministry of Social Development

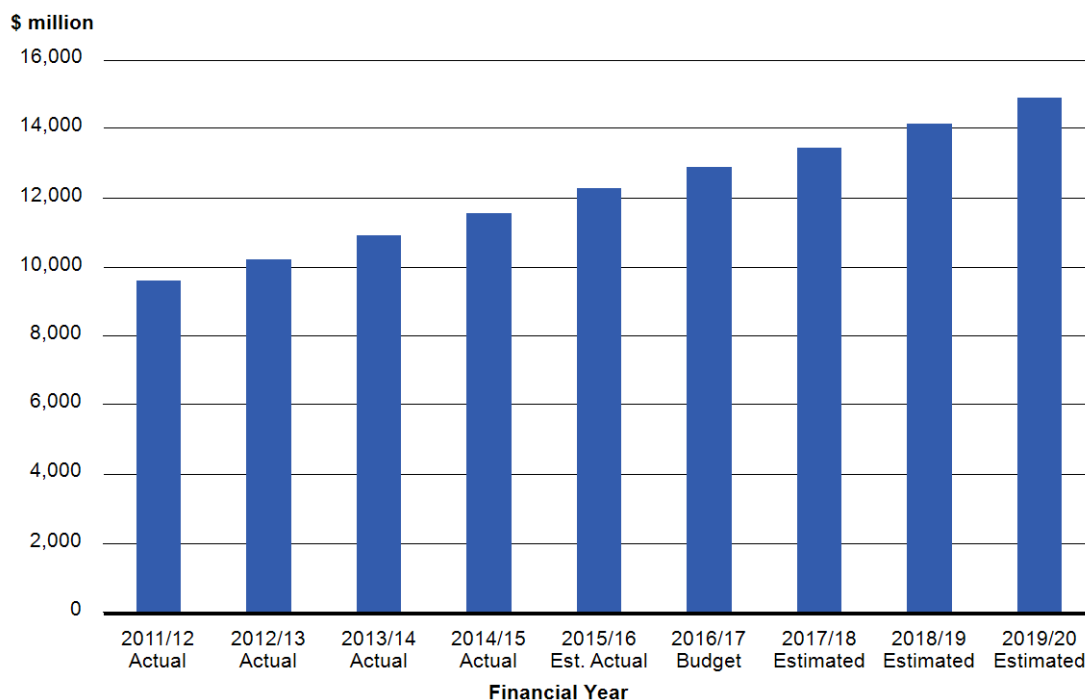
Expenditure on Vote Social Development Benefits or Related Expenses (BoRE) increased by \$1,318 million from \$17,529 million in 2011/12 to \$18,847 million in 2014/15. This increase in expenditure was largely caused by rising expenditure on New Zealand Superannuation, which increased by \$2,008 million over the period. New Zealand Superannuation accounts for over half of total BoRE expenditure, and this proportion has risen from 55% in 2011/12 to 62% in 2014/15. Spending on New Zealand Superannuation as a proportion of total BoRE spending is expected to rise to 67% by 2019/20.

Between 2011/12 and 2014/15 combined expenditure on main benefits (Jobseeker Support and Emergency Benefit, Sole Parent Support, and Supported Living Payment) declined as economic conditions improved.

Over the period 2015/16 to 2019/20, spending is expected to increase by \$2,655 million for New Zealand Superannuation and to increase by \$87 million for total BoRE (excluding New Zealand Superannuation). The main drivers of expected growth in total BoRE spending between 2015/16 and 2019/20 are indexation (cumulative inflation adjustments and adjustments for growth in average wages made each April) the number of recipients, and the impact of the Package for Children Living in Material Hardship, which increased benefit rates from April 2016. However, it is important to note that the impact of numbers is almost solely due to growth in the number of New Zealand Superannuation recipients.

New Zealand Superannuation

Figure 7 - Trends in New Zealand Superannuation



Source: Ministry of Social Development

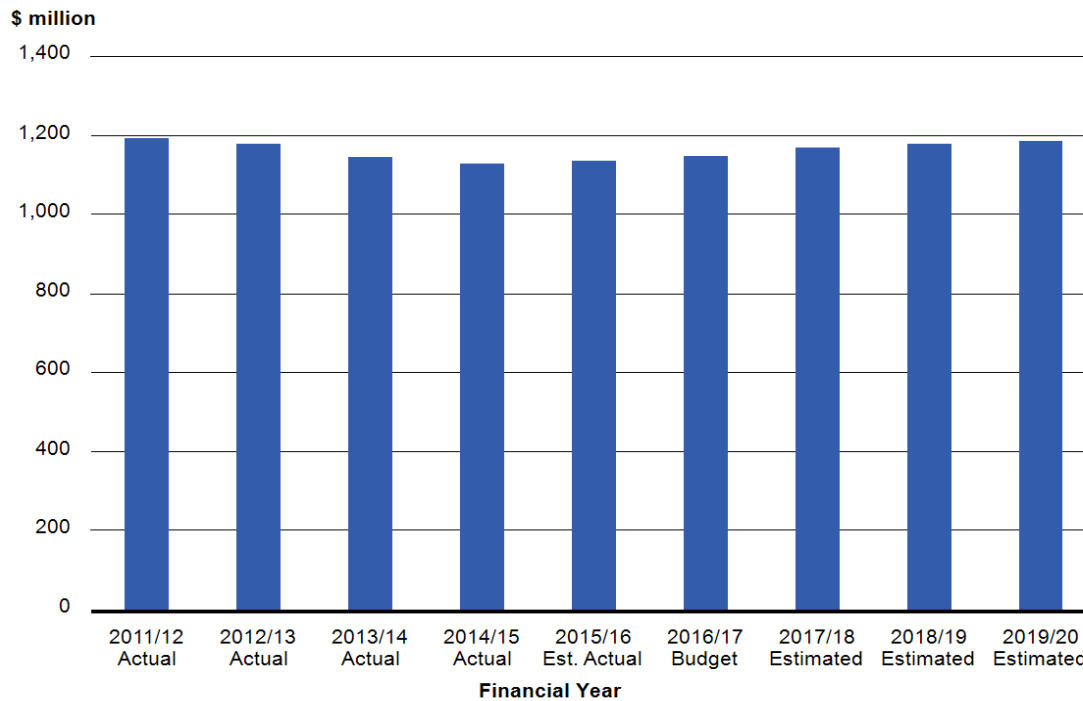
Annual expenditure increased by \$2,008 million from \$9,583 million in 2011/12 to \$11,591 million in 2014/15. It is expected to increase by \$2,655 million from \$12,261 million in 2015/16 to \$14,916 million in 2019/20. Annual inflation adjustments and adjustments for growth in average wages typically account for about 50% of total annual changes in spending on New Zealand Superannuation.

The number of New Zealand Superannuation recipients grew by 18% (or about 105,600 recipients) between 2011/12 and 2015/16. Annual growth in eligible recipients accelerated in line with the post-World War II increase in births and peaked in 2012/13. The number of recipients is expected to continue to grow at a declining rate to reach an average of 794,200 recipients by 2019/20.

Over the full nine year period shown in Figure 7, annual expenditure is expected to increase by nearly \$5.332 million (or 56%); this reflects an expected increase in the number of recipients of 209,300 (or 36%). Of the expected growth in spending between 2015/16 and 2019/20, 41% is the result of accumulated inflation and wage adjustments.

Accommodation Assistance

Figure 8 - Trends in Accommodation Assistance



Source: Ministry of Social Development

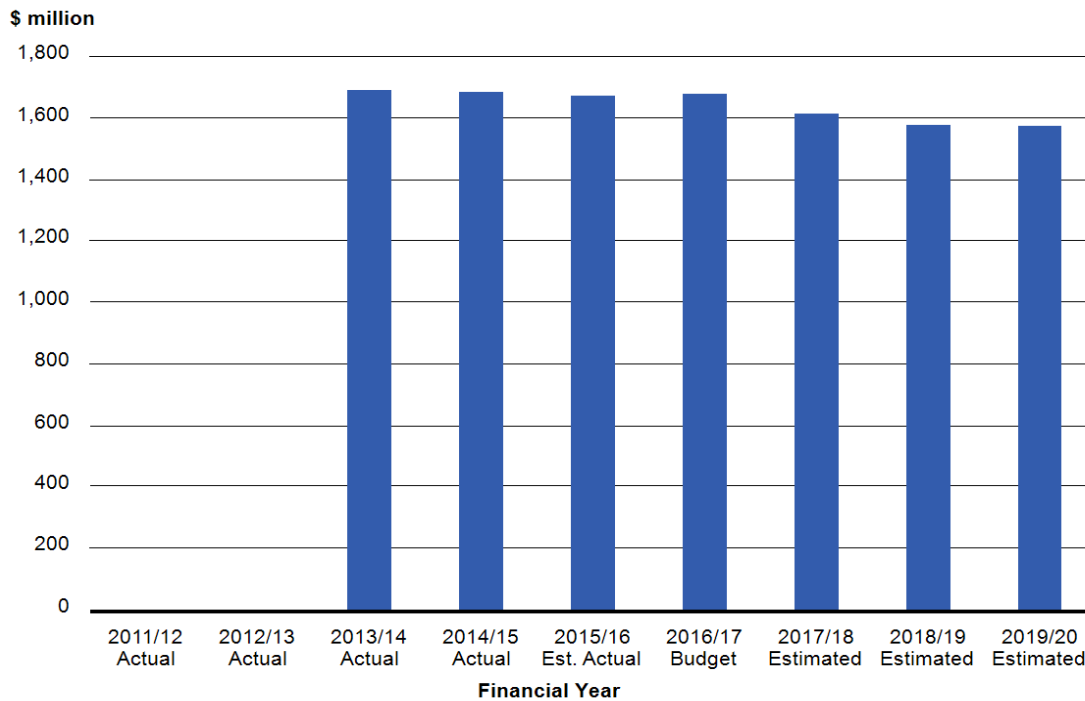
Annual expenditure decreased by \$66 million from \$1,195 million in 2011/12 to \$1,129 million in 2014/15. It is expected to increase by \$49 million from \$1,135 million in 2015/16 to \$1,184 million in 2019/20.

The number of recipients receiving Accommodation Assistance typically follows the trends of main benefits (Jobseeker Support, Sole Parent Support and Supported Living Payment). The number of recipients peaked during 2010/11 at an average of nearly 320,000. The number of recipients is expected to have fallen to around 292,500 in 2015/16. Over the next five years to 2019/20, numbers are expected to rise to 303,000 as the number of non-beneficiary and New Zealand Superannuation recipients of Accommodation Assistance increases.

The average amount of Accommodation Assistance paid per recipient increased between 2011/12 and 2015/16, and is expected to continue rising over the forecast horizon as accommodation costs rise.

Jobseeker Support and Emergency Benefit

Figure 9 - Trends in Jobseeker Support and Emergency Benefit



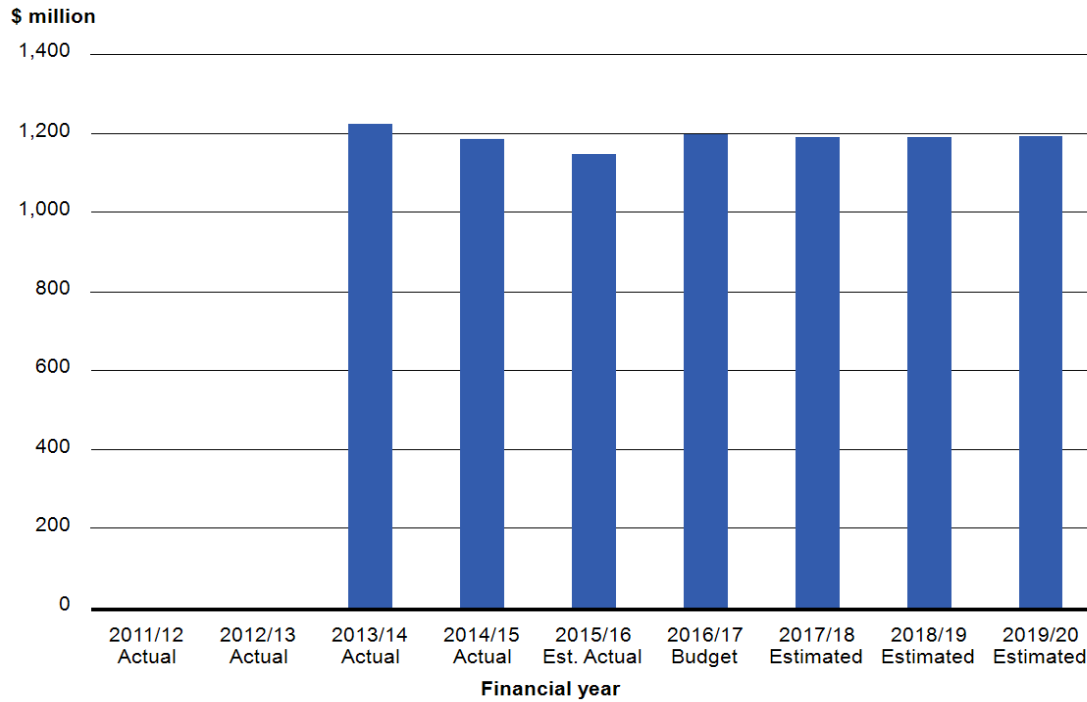
Source: Ministry of Social Development

This appropriation began on 15 July 2013. It replaced the Sickness Benefit, Unemployment Benefit, and Emergency Benefit, as well as parts of the Domestic Purposes Benefit and Widow's Benefit appropriations, which ceased on 15 July 2013. The 2014/15 year was the first full financial year of payment of this benefit. Future trends in the number of recipients are expected to be similar to those of the former Unemployment Benefit and Emergency Benefit, which follows economic conditions.

Expenditure for this appropriation is expected to decline from \$1,684 million in 2014/15 to \$1,571 million in 2019/20, mainly reflecting an expected decline in the number of recipients. The number of recipients is expected to decline from an average of 130,300 in 2015/16 to an average of 117,300 by 2019/20 as economic conditions improve. The Package for Children Living in Material Hardship increased payment rates for Jobseeker recipients with children from April 2016.

Sole Parent Support

Figure 10 - Trends in Sole Parent Support



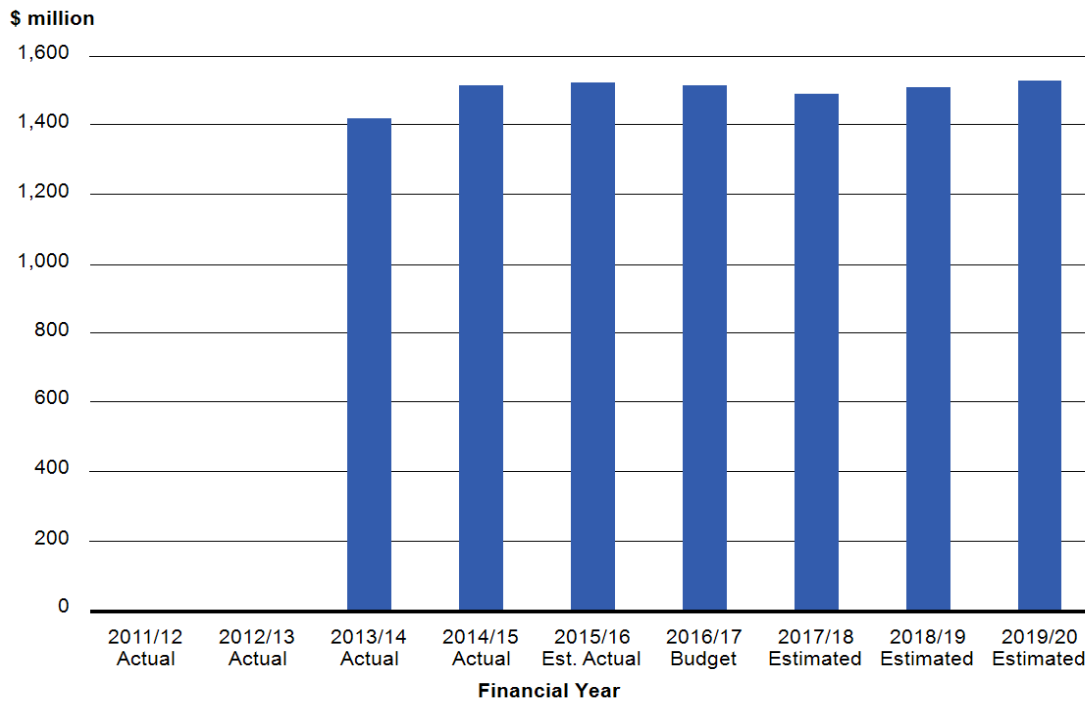
Source: Ministry of Social Development

This appropriation began on 15 July 2013. It replaced parts of Domestic Purposes Benefit and parts of the Widow's Benefit. The 2014/15 year was the first full financial year of payment of this benefit. Future trends in the number of recipients are expected to be similar to those of the former Domestic Purposes Benefit, as the same people make up the majority of the appropriation.

The number of Sole Parent Support recipients is expected to decline from an average of 67,500 in 2015/16 to an average of 63,800 by 2019/20 as the labour market for sole parents improves. However, expenditure for this appropriation is expected to rise from \$1,186 million in 2014/15 to \$1,195 million in 2019/20, reflecting the impact of inflation adjustments, and higher payment rates for Sole Parent Support recipients from April 2016 as part of the Package for Children Living in Material Hardship.

Supported Living Payment

Figure 11 - Trends in Supported Living Payment



Source: Ministry of Social Development

This appropriation began on 15 July 2013. It replaced the Invalid's Benefit and the Caring for Sick or Infirm component of the Domestic Purposes Benefit. The 2014/15 year is the first full financial year of payment of this benefit. The future trends in the number of recipients are expected to be similar to those of the former Invalid's Benefit, as previous Invalid's Benefit recipients form the majority of recipients within the appropriation.

The number of recipients is expected to decline from an average of 97,600 in 2015/16 to an average of 95,100 by 2019/20 as fewer people come on to benefit. However, expenditure for this appropriation is expected to rise from \$1,515 million in 2014/15 to \$1,529 million in 2019/20, reflecting the impact of inflation adjustments.

1.4 - Reconciliation of Changes in Appropriation Structure

The tables below show the changes in appropriation structure relating to:

- establishment of the Partnering for Youth Development MCA, and
- establishment of the Social Housing Purchasing MCA.

Establishment of the Partnering for Youth Development MCA to support the new focus for Youth Development, by providing greater flexibility to allocate resources to where they can best contribute to increasing youth development opportunities.

2015/16 Appropriations in the 2015/16 Structure	2015/16 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2015/16 Appropriations in the 2016/17 Structure	2015/16 (Restated) \$000	2016/17 \$000
Vote Social Development						
Departmental Output Expenses						
Youth Development	2,932	Transferred to Partnering for Youth Development MCA	(2,932)		-	-
Non-Departmental Output Expenses						
Services for Young People	8,594	Transferred to Partnering for Youth Development MCA	(6,244)		-	-
		Transferred to Strong Families and Connected Communities	(2,350)			
Youth Development Partnership Fund	439	Transferred to Partnering for Youth Development MCA	(439)		-	-
				Multi-Category Expenses and Capital Expenditure: Partnering for Youth Development		
				Departmental Output Expenses		
		Transferred from Youth Development	2,932	Administering Youth Development	2,932	2,312
				Non-Departmental Output Expenses		
		Transferred from Services for Young People	6,244	Increasing Youth Development Opportunities	6,683	8,203
		Transferred from Youth Development Partnership Fund	439			

2015/16 Appropriations in the 2015/16 Structure	2015/16 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2015/16 Appropriations in the 2016/17 Structure	2015/16 (Restated) \$000	2016/17 \$000
Non-Departmental Output Expenses				Non-Departmental Output Expenses		
Strong Families and Connected Communities	113,451	Transferred from Services for Young People	2,350	Strong Families and Connected Communities	115,801	107,833
Total changes in appropriations	125,416		-		125,416	118,348

Establishment of the Social Housing Purchasing MCA, to provide greater flexibility in the allocation of resources to enable more people who need housing support, to access it.

2015/16 Appropriations in the 2015/16 Structure	2015/16 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2015/16 Appropriations in the 2016/17 Structure	2015/16 (Restated) \$000	2016/17 \$000
Vote Social Development						
Non-Departmental Other Expenses						
Support for the Provision of Social Housing Supply	20,000	Transferred to Social Housing Purchasing MCA	(20,000)		-	-
Non-Departmental Output Expenses						
Part Payment of Rent to Social Housing Providers	766,141	Transferred to Social Housing Purchasing MCA	(766,141)		-	-
				Multi-Category Expenses and Capital Expenditure: Social Housing Purchasing		
				Non-Departmental Other Expenses		
		Transferred from Support for the Provision of Social Housing Supply	20,000	Support for the Provision of Social Housing Supply	20,000	13,550
				Non-Departmental Output Expenses		
		Transferred from Part Payment of Rent to Social Housing Providers	766,141	Part Payment of Rent to Social Housing Providers	766,141	826,520
Total changes in appropriations	786,141		-		786,141	840,070

Explanations of the reasons for changing the appropriation structure are noted in the details of each appropriation in Parts 2-4.

Part 2 - Details of Departmental Appropriations

2.1 - Departmental Output Expenses

Adoption Services (M63)

Scope of Appropriation

This appropriation is limited to the management of services, incorporating education, assessment, reporting, counselling, and mediation, to all people who are party to adoption-related matters, past or present.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	7,177	7,177	7,183
Revenue from the Crown	7,177	7,177	7,183
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the legal adoption of children by approved parents and to provide access to information on adoptions.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The number of requests (see Note 1) from adults seeking identifying information on birth parents will be between	150-200	200	150-200

Note 1 - Under section 9(4)(c) of the Adult Adoption Information Act 1985. Statistics on adoptions within New Zealand are provided on request by the Ministry of Justice. The Department of Internal Affairs can provide information on intercountry adoptions finalised overseas and recognised by New Zealand.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Ensuring the Safety of Our Employees	2016/17	-	95	65	12	12
Security Response Programme	2015/16	89	-	-	-	-
Efficiency Saving	2012/13	(1,949)	(1,949)	(1,949)	(1,949)	(1,949)

Care and Protection Services (M63)*Scope of Appropriation*

This appropriation is limited to the provision of social work and support services, both statutory and informal, to promote the wellbeing of children, young people and their families who are or have been in contact with the care system, including care and protection services; services for the development of the potential of such children and young people; and the provision of education and advice to help prevent child abuse and neglect.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	396,205	396,205	406,364
Revenue from the Crown	394,393	394,393	404,552
Revenue from Others	1,812	1,812	1,812

Components of the Appropriation

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Engagement and Assessment	93,219	93,219	95,609
Seeking Safety and Security	55,349	55,349	56,768
Securing Stability and Wellbeing	247,637	247,637	253,987
Total	396,205	396,205	406,364

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve increased safety, security and wellbeing for vulnerable children who have been or are at risk of harm.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Engagement and Assessment			
The percentage of notifications where there are immediate concerns (see Note 1) about the safety of the child or young person, that have an initial assessment commenced within the timeframe appropriate to the safety of the child or young person will be between:			
<ul style="list-style-type: none"> Critical (less than 24 hours) 	95-100%	98%	95-100%
<ul style="list-style-type: none"> Very urgent (up to 48 hours) 	95-100%	98%	95-100%
The percentage of notifications requiring further action, but where there are no immediate concerns about the safety of the child or young person, that have an initial assessment commenced within the timeframe appropriate to the needs of the child or young person will be between:			
<ul style="list-style-type: none"> Urgent (within seven working days) 	85-95%	95%	85-95%
<ul style="list-style-type: none"> Low urgent (within 20 working days) 	85-95%	97%	85-95%
The percentage of investigations/child and family assessments completed within 43 working days for those aged five and over will be between	80-90%	94%	80-90%
The percentage of investigations/child and family assessments completed within 36 working days for under five year olds will be between	85-95%	93%	85-95%
The percentage of children and young people who have been abused/neglected within six months of a previous finding of abuse/neglect will be no more than (see Note 2)	15%	11%	15%
Seeking Safety and Security			
The percentage of care and protection family group conference plans reviewed by the agreed due date will be between	95-100%	99%	95-100%
Securing Stability and Wellbeing			
The percentage of children and young people in care referred for a Gateway assessment (see Note 3) will be between	70-80%	80%	70-80%
The percentage of children aged under five years old (who are unable to return home), who are placed with their Home for Life (see Note 4) caregiver within 12 months of coming into care will be between	60-70%	82%	75-85%
The percentage of children and young people discharged from a care and protection residence with an individual plan to help them transition back to the community will be between	95-100%	97%	95-100%
The percentage of children and young people in out-of-home care for more than 12 months, who have had more than three caregivers within the previous 12 months, will be no more than (see Note 5)	16% (see Note 6)	8%	16% (see Note 7)
The percentage of children and young people with siblings in out-of-home care who are placed with at least one of their siblings will be no less than	New measure for 2016/17	New measure for 2016/17	80%

Note 1 - When a report has been made that there may be imminent danger in relation to a child's welfare and therefore a response is needed quickly.

Note 2 - Repeat findings may relate to historical events before the child or young person came to the Ministry's attention.

Note 3 - Individualised and comprehensive health and education assessment to identify and address unmet physical, mental, health and education needs.

Note 4 - A 'Home for Life' placement occurs when a child is placed by Child, Youth and Family with a caregiver who is approved to offer a permanent home. Achieving a Home for Life occurs when the Chief Executive's custody is discharged in favour of a permanent caregiver.

Note 5 - Many children will appropriately have more than one placement if they have an emergency placement followed by a longer-term placement, such as in their first year of care.

Note 6 - Based on the United Kingdom national standard for a 12 month period.

Note 7 - Based on the United Kingdom national standard for a 12 month period.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Additional Investment In MSD's Capital Base	2016/17	-	432	1,104	1,344	1,344
Ensuring the Safety of Our Employees	2016/17	-	3,122	2,143	386	386
Increased Support for Child, Youth and Family (CYF)	2016/17	-	35,376	36,062	36,715	36,715
Investing In New Zealand's Children and their Families (Children, Young Persons and Their Families Act Changes)	2016/17	-	6,725	6,725	6,725	6,725
Allocation of Baseline Contributions Across Agencies for the Budget 2015 System Package	2015/16	(935)	(935)	(935)	(935)	(690)
Child, Youth and Family Client Demand Pressures	2015/16	8,000	-	-	-	-
Child, Youth and Family Modernisation	2015/16	5,839	-	-	-	-
Costs of Implementing Four Changes to the Children, Young Persons and Their Families Act 1989	2015/16	5,921	7,267	6,356	5,874	5,874
Implementing the Children, Young Persons and Their Families Act 1989	2015/16	3,311	-	-	-	-
Child, Youth and Family One-to-One Placements for High Needs Group	2015/16	1,414	1,414	1,414	1,414	1,414
Security Response Programme	2015/16	2,927	-	-	-	-
Resolving Historic Claims of Abuse: Proposal to Bring Forward	2014/15	13,000	1,000	-	-	-
Resolution of Historic Claims of Abuse	2013/14	4,000	4,000	4,000	4,000	4,000
Video Remote Interpreting Service	2013/14	(100)	(100)	(100)	(100)	(100)
Efficiency Saving	2012/13	(1,063)	(1,063)	(1,063)	(1,063)	(1,063)

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Vulnerable Children (Data Matching, Information Sharing and Privacy)	2012/13	1,500	1,500	1,500	1,500	1,500
Youth Mental Health - Youth Workers in Secondary Schools	2012/13	333	333	333	333	333

Reasons for Change in Appropriation

This appropriation increased by \$10.159 million to \$406.364 million in 2016/17 due to new funding totalling \$45.655 million (details of new funding is included in the Current and Past Policy Initiatives table) and an increase in funding levels as follows:

- costs of Implementing Four Changes to the Children, Young Persons and Their Families Act 1989: \$1.346 million
- consumer price index (CPI) adjustment for board and clothing allowances: \$544,000.

The above is offset by one-off funding in 2015/16 as follows:

- Child, Youth and Family client demand pressures: \$8 million
- Child, Youth and Family modernisation: \$5.839 million
- implementing the Children, Young Persons and Their Families Act: \$3.311 million
- Security Response Programme: \$2.927 million
- transfer of unspent 2014/15 historical claims of abuse funding: \$2.459 million
- actuarial valuation of long-term cost of child in care: \$1.500 million, and
- reprioritisation of baselines to meet changes in cost drivers in 2015/16: \$1.350 million.

Further reduction in funding is caused by changes in the level of funding for Resolving Historic Claims of Abuse: \$12 million.

Children's Action Plan (M63)

Scope of Appropriation

This appropriation is limited to activities necessary to implement the Children's Action Plan.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	12,894	12,894	12,020
Revenue from the Crown	12,894	12,894	12,020
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve a reduction in the vulnerability of children in New Zealand by identifying, protecting and supporting children who are at risk of abuse and neglect who require intensive, cross-agency support but do not quite meet the threshold for a statutory response.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The total number of children accepted into Children's Teams is increased by at least	Achieved	Achieved	100%
Two operational Children's Teams will extend their boundaries by 30 June 2017	New measure for 2016/17	New measure for 2016/17	Achieved
All operational Children's Teams have workforce development plans approved by their Local Governance Group and have established processes to track progress	New measure for 2016/17	New measure for 2016/17	Achieved

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Children's Action Plan (CAP) Financing Plan	2015/16	(500)	3,876	4,066	(2,000)	(2,000)
Children's Action Plan (CAP) Operating Model	2015/16	13,394	8,144	7,144	7,144	7,144

Reasons for Change in Appropriation

This appropriation has decreased by \$874,000 to \$12.020 million in 2016/17. This is due to:

- a reduction in the level of funding for implementing the Children's Action Plan: \$5.250 million

offset by:

- an increase in funding due to the Children's Action Plan Financing Plan: \$4.376 million.

Data, Analytics and Evidence Services (M63)

Scope of Appropriation

This appropriation is limited to providing data, analytics and evidence services to better inform government decision-making.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	11,380	11,380	11,420
Revenue from the Crown	11,380	11,380	11,420
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an increase in the use and thereby the value of the data and information assets of the Ministry and other government agencies to improve outcomes for New Zealanders.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Data, analytics and evidence services will be delivered in accordance with a work programme agreed with Ministers	Achieved	Achieved	Achieved
The number of data assets developed that support analytic models, self-service tools and research, evaluation and data reports will be no less than	New measure for 2016/17	New measure for 2016/17	10
The number of new analytics models in use to guide front line decision making and improve client outcomes will be no less than	New measure for 2016/17	New measure for 2016/17	2
The number of research, evaluation and data reports published externally will be no less than	8	8	15
The proportion of products and services produced that meet or exceed the quality standards (as assessed against the Insights Quality Framework) will be no less than	New measure for 2016/17	New measure for 2016/17	80%
Total Aggregate Social Development BORE spend accuracy on current year mid-point estimates will be within the range of	New measure for 2016/17	New measure for 2016/17	+/-2%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
A New Zealand Data Futures Partnership	2015/16	(40)	-	-	-	-

Designing and Implementing Social Investment (M31)

Scope of Appropriation

This appropriation is limited to expenses incurred in designing and implementing a cross agency social investment system.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,000	2,000	1,500
Revenue from the Crown	2,000	2,000	1,500
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the provision of initial tools and infrastructure by the Social Investment Unit required to enable a collective social investment approach allowing investment in what works to improve the lives of New Zealanders, creating lasting change.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of tools and infrastructure required to enable a social investment approach that are delivered in accordance with a work programme agreed with Ministers will be no less than	New measure for 2016/17	New measure for 2016/17	100%
The satisfaction rating (see Note 1) given by Ministers for the quality and timeliness of advice, as per the Common Satisfaction Survey, will be at least	New measure for 2016/17	New measure for 2016/17	7.0
The percentage of all social investment initiatives for Budget 2017 that meet agreed social investment principles for evidence and analysis will be no less than	New measure for 2016/17	New measure for 2016/17	80%

Note 1 - The Common Satisfaction Survey rating measures Ministers' satisfaction with the quality, timeliness and value for money of policy advice on a scale from 1-10, where 1 means unsatisfied and 10 means extremely satisfied.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Funding the Social Sector Investment Change Programme	2015/16	1,500	1,500	-	-	-
Funding Draw Down for the Social Investment Unit	2015/16	500	-	-	-	-

Reasons for Change in Appropriation

This appropriation has decreased by \$500,000 to \$1.500 million in 2016/17 due to an additional draw down in 2015/16 of \$500,000 for the extension of the Social Investment Unit.

Income Support and Assistance to Seniors (M63)

Scope of Appropriation

This appropriation is limited to paying New Zealand Superannuation and social security entitlements to older persons, providing advice to them, administering international social security agreements relating to non-superannuitants, and assessing financial entitlement to Residential Care Subsidies.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	36,902	36,902	36,866
Revenue from the Crown	36,902	36,902	36,866
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the accurate and timely assessment and payment of entitlements to older people.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The percentage of entitlement assessments for payment of New Zealand Superannuation (in New Zealand and overseas), Emergency Benefit for people over 65, other New Zealand entitlements paid overseas and residential subsidies completed accurately will be no less than	90%	94%	90%
The percentage of entitlement assessments for payment of New Zealand Superannuation (in New Zealand and overseas), Emergency Benefit for people over 65, other New Zealand entitlements paid overseas and residential subsidies finalised within timeframes (see Note 1) will be no less than	90%	70%	90%

Note 1 - This combines timeliness measures for all activities in this output expense. Standard timeframes for each component are as follows:

- six working days for New Zealand Superannuation and Emergency Benefit (for people over 65 years of age) entitlement assessments completed for payment in New Zealand
- 20 working days for New Zealand Superannuation entitlement assessments completed for payments overseas and other New Zealand entitlements paid overseas
- 20 working days for Residential Subsidy entitlement assessments.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Ensuring the Safety of Our Employees	2016/17	-	564	387	70	70
Allocation of Baseline Contributions Across Agencies for the Budget 2015 System Package	2015/16	(120)	(120)	(120)	(120)	(85)
Security Response Programme	2015/16	529	-	-	-	-
Portability of New Zealand Superannuation to Niue, Tokelau and the Cook Islands	2014/15	137	66	66	66	66
Welfare Reform Phase Two: Implementation, Costs and Funding	2012/13	2,071	2,071	2,071	2,071	2,071
Efficiency Saving	2012/13	(2,839)	(2,839)	(2,839)	(2,839)	(2,839)

Investigation of Overpayments and Fraudulent Payments and Collection of Overpayments (M63)

Scope of Appropriation

This appropriation is limited to services to minimise errors, fraud and abuse of the benefit system and Income Related Rent, and services to manage the collection of overpayments, recoverable assistance loans and other balances owed by former clients.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	49,350	49,350	49,390
Revenue from the Crown	49,350	49,350	49,390
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve a welfare system that operates with fairness and integrity by ensuring that the right people receive the right entitlements and assistance at the right time.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The percentage of investigations that result in an entitlement change (see Note 1) or identification of an overpayment will be no less than	50%	63%	50%
The percentage of successful prosecutions concluded will be no less than	95%	97%	95%
The percentage of non-current debt paid in full, or under arrangement to pay, within four months will be no less than	70%	75%	70%

Note 1 - This includes the increase, reduction or cessation of entitlement to benefit as a direct result of the investigation.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Ensuring the Safety of Our Employees	2016/17	-	637	437	79	79
Allocation of Baseline Contributions Across Agencies for the Budget 2015 System Package	2015/16	(160)	(160)	(160)	(160)	(113)
Security Response Programme	2015/16	597	-	-	-	-

Investing in Communities (M63)

Scope of Appropriation

This appropriation is limited to approving community based social services; managing the relationship with service providers, including funding and monitoring; and the co-ordination of social support services to strengthen families and whānau.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	45,786	45,786	43,938
Revenue from the Crown	45,786	45,786	43,938
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an improvement in outcomes for vulnerable children, youth and their families through the provision of community-based social services.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of Level 1 (see Note 1) and Level 2 (see Note 2) Ministry of Social Development-contracted providers who will be assessed at least once every two years against Ministry of Social Development approval standards will be no less than	100%	100%	100%
The percentage of Level 3 (see Note 3) Ministry of Social Development-contracted providers who will be assessed within the review frequency (see Note 4) against Ministry of Social Development approval standards will be no less than	New measure for 2016/17	New measure for 2016/17	90-100%
The percentage of contracted providers assessed on behalf of the Ministry of Justice and the Department of Corrections within the review frequency against Ministry of Social Development approval standards will be no less than	New measure for 2016/2017	New measure for 2016/2017	100%
Implementing the Community Investment Strategy			
The percentage of services funded by Community Investment that have results-based measures and are aligned to the Results Measurement Framework (RMF) by July 2018	New measure for 2016/2017	New measure for 2016/2017	Baseline to be established (see Note 5)
Social Support Services Co-ordination			
The percentage of surveyed clients that agree that they are better off as a result of accessing Heartland Services will be no less than	80%	80%	80%
The percentage of surveyed agencies agreeing that they are 'satisfied' or 'very satisfied' with Heartland Services Centres' accessibility, range of services and facilities will be no less than	90%	90%	90%
Supporting Communities			
The proportion of communities funded by SKIP (see Note 6) that show evidence of reducing risk factors for vulnerable families	New measure for 2016/2017	New measure for 2016/2017	Baseline to be established

Note 1 - These are providers who deliver care-based services.

Note 2 - These are providers delivering services to high risk/vulnerable clients who require intensive support.

Note 3 - These are providers delivering services to low-risk client groups or the general population.

Note 4 - Review frequency means: for Level 3 community service providers - every two years; for Level 3 OSCAR providers - every two to five years depending on risk.

Note 5 - The target for 2017/18 will be 60%. The target for 2018/19 will be 100%.

Note 6 - The proportion of communities is measured via surveys conducted by SKIP (Strategies for Kids, Information for Parents) funded providers as part of their contractual arrangements.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Funding For Specialist Sexual Violence Services	2016/17	-	837	837	837	837
Allocation of Baseline Contributions Across Agencies for the Budget 2015 System Package	2015/16	(145)	(145)	(145)	(145)	(106)

Reasons for Change in Appropriation

This appropriation decreased by \$1.848 million to \$43.938 million in 2016/17. This is mainly due to:

- a transfer of funding to Vote Māori Development in 2016/17 to support Whānau Ora outcomes: \$2.610 million.

The above offset by:

- funding for specialist sexual violence services: \$837,000.

Management of Service Cards (M63)

Scope of Appropriation

This appropriation is limited to assessing entitlement, issuing cards, and promoting and distributing information about the Community Services, SuperGold and Veteran SuperGold cards, including enlisting business partners to provide discounts to SuperGold cardholders.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	6,279	6,279	6,629
Revenue from the Crown	6,279	6,279	6,629
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the accurate and timely assessment and issuing of discount service cards to low-income New Zealanders and seniors.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of card entitlement assessments completed accurately will be no less than	90%	97%	90%
The percentage of card entitlement assessments completed within five working days will be no less than	90%	95%	90%
The number of new business partners engaged will be no less than	250	256	250

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Reasons for Change in Appropriation

This appropriation increased by \$350,000 to \$6.629 million in 2016/17. This is due to a reprioritisation of baselines to meet changes in cost drivers in 2015/16.

Management of Student Loans (M57)*Scope of Appropriation*

This appropriation is limited to assessing, paying and reviewing entitlements for student loans and providing guidance to students making financial and study decisions.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	15,045	15,045	15,545
Revenue from the Crown	15,045	15,045	15,545
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the accurate and timely assessment and payment of student loans.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of entitlement assessments for a Student Loan completed accurately will be no less than	90%	99%	90%
The percentage of initial entitlement assessments for a Student Loan completed within five working days will be no less than	90%	100%	90%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
International Connections For New Zealanders	2016/17	-	500	-	-	-
Efficiency Saving	2012/13	(261)	(261)	(261)	(261)	(261)
Funding to Deliver Changes to Loan Eligibility for Entry-Level Education	2012/13	132	132	132	132	132
Setting a 2 Equivalent Full Time Student (EFTS) Student Loan Borrowing Limit	2012/13	13	13	13	13	13

Reasons for Change in Appropriation

This appropriation has increased by \$500,000 to \$15.545 million in 2016/17. This is due to funding for the development of international connections for New Zealanders, to encourage more New Zealand tertiary students to study overseas.

Management of Student Support (M63)

Scope of Appropriation

This appropriation is limited to managing non-recoverable financial support to students, involving assessing and paying Student Allowances and other income support to eligible secondary and tertiary students.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	15,704	15,704	16,056
Revenue from the Crown	15,704	15,704	16,056
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the accurate and timely assessment and payment of non-recoverable financial support for students.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of entitlement assessments for a Student Allowance completed accurately will be no less than	90%	96%	90%
The percentage of initial entitlement assessments for a Student Allowance completed within five working days will be no less than	90%	100%	90%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Next Steps to Implement the Sole Parent Tertiary - Welfare Interface Package	2014/15	269	621	837	826	826
Efficiency Saving	2012/13	(4,823)	(4,823)	(4,823)	(4,823)	(4,823)
Removing Student Allowance Eligibility for Postgraduate Study and Long Programmes	2012/13	170	170	170	170	170

Reasons for Change in Appropriation

This appropriation has increased by \$352,000 to \$16.056 million in 2016/17 due to funding for the Next Steps to implement the Sole Parent Tertiary - Welfare Interface Package.

Planning, Correspondence and Monitoring (M63)*Scope of Appropriation*

This appropriation is limited to providing planning, reporting, monitoring and statutory appointment advice (other than policy decision-making advice) on Crown entities, and correspondence services to support Ministers to discharge their portfolio responsibilities.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	6,154	6,154	5,554
Revenue from the Crown	6,154	6,154	5,554
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve effective and efficient ministerial, advisory and administrative services to support Ministers to discharge their portfolio responsibilities.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Ministerial and Executive Services			
<ul style="list-style-type: none"> The percentage of ministerial correspondence replies completed within 20 working days of receipt by the Ministry, unless otherwise agreed, will be between 	95-100%	95%	95-100%
<ul style="list-style-type: none"> The percentage of written Parliamentary question replies provided to the Minister's Office so that answers can meet the timeframe set in Parliamentary Standing Orders, will be between 	100%	97%	95-100%
<ul style="list-style-type: none"> The percentage of ministerial Official Information Act request replies completed within the statutory timeframe (or unless otherwise agreed), will be between 	100%	100%	95-100%
Crown Entity Monitoring			
The percentage of occasions on which advice is given to the Ministers on Crown entity and Statutory Tribunal appointments within agreed timeframes will be between	New measure for 2016/17	New measure for 2016/17	95-100% (see Note 1)
The percentage of all reports (see Note 2) provided to the Minister that are factually accurate, meet all legislative requirements, and contain no avoidable errors will be between	95-100%	100%	95-100%
The percentage of occasions on which advice to Ministers on draft accountability documents for Crown entities for the next financial year is provided within agreed timeframes will be no less than	100%	100%	100%

Note 1 - Percentage will be calculated with reference to all the appointments identified in the report to Cabinet at the start of each calendar year that have been actioned as agreed with the Minister.

Note 2 - Reports include policy advice, aide memoires, briefings and updates to support the Minister's decision-making responsibilities.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Work and Income Board - Welfare Reform	2012/13	264	264	264	264	264

Reasons for Change in Appropriation

This appropriation decreased by \$600,000 to \$5.554 million in 2016/17. This is due to a reprioritisation of baselines to meet changes in cost drivers in 2015/16.

Policy Advice (M63)

Scope of Appropriation

This appropriation is limited to providing advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by Ministers on government social policy matters, including social sector issues.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	20,722	20,722	19,395
Revenue from the Crown	19,572	19,572	19,395
Revenue from Others	1,150	1,150	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve high quality social policy decisions.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The satisfaction rating (see Note 1) given by Ministers for the quality and timeliness of policy advice, as per the Common Satisfaction Survey will be at least	7.0	8.0	8.0
The technical quality of policy advice papers assessed by a survey with a methodological robustness of 85% (see Note 2) will be no less than	70%	75%	75%
The total cost (see Note 3) per hour per person of producing outputs will be between	\$130-\$140	\$130-\$140	\$130-\$140
Social policy advice will be delivered in accordance with work priorities identified and advised by Ministers (see Note 4)	Achieved	Achieved	Achieved

Note 1 - The Common Satisfaction Survey rating measures Ministers' satisfaction with the quality, timeliness and value for money of policy advice on a scale from 1-10, where 1 means unsatisfied and 10 means extremely satisfied.

Note 2 - This measure is a compulsory policy advice measure for all public sector agencies. The wording of the measure was supplied by the Treasury.

Note 3 - The total cost of an hour of professional staff time devoted to both policy advice and other policy unit outputs. Total cost includes the cost of labour, overheads, support staff, direct costs and outsourced work to support output production.

Note 4 - The Ministers who receive services are the Minister for Social Development, the Minister for Social Housing, the Minister of State Services, the Minister for Youth, the Minister for Seniors, the Minister for Disability Issues and the Associate Minister for Social Development.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Social Housing Reform Programme	2015/16	1,564	1,387	869	869	869

Reasons for Change in Appropriation

This appropriation decreased by \$1.327 million to \$19.395 million in 2016/17. This is due to:

- decrease in funding for the Social Investment Programme: \$1.150 million
- decrease in funding levels for the Social Housing Reform Programme: \$177,000.

Processing of Veterans' Pensions (M75)

Scope of Appropriation

This appropriation is limited to the processing and administrative aspects of payment of Veterans' Pensions and related allowances.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	438	438	438
Revenue from the Crown	438	438	438
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the efficient, accurate and timely assessment and payment of Veterans' Pensions and related allowances.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of Veterans' Pension entitlement assessments completed accurately will be no less than	90%	92%	90%
The percentage of Veterans' Pension entitlement assessments completed within timeframes (see Note 1) will be no less than	90%	88%	90%

Note 1 - Six working days for Veterans' Pension entitlement assessments for payment in New Zealand, and 20 working days for Veterans' Pension entitlement assessments for payment overseas.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Promoting Positive Outcomes for Disabled People (M23)*Scope of Appropriation*

This appropriation is limited to providing services to promote and monitor the implementation of the New Zealand Disability Strategy, to monitor and implement the United Nations Convention on the Rights of Persons with Disabilities, and to provide information to Ministers on disability matters.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	5,779	5,779	4,045
Revenue from the Crown	5,745	5,745	4,045
Revenue from Others	34	34	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the increased participation and contribution of disabled people by providing advice and support to the Minister for Disability Issues and by co-ordinating and monitoring against the Convention on the Rights of Persons with Disabilities, the New Zealand Disability Strategy and the Disability Action Plan.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The quality rating given to a monitoring report by disabled people on their rights under the United Nations Convention on the Rights of Persons with Disabilities (see Note 1) is of high quality will be no less than	New measure for 2016/17	New measure for 2016/17	7.0

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The satisfaction rating (see Note 2) given by the Minister for Disability Issues for the quality of the annual report is no less than	New measure for 2016/17	New measure for 2016/17	7.0
A new disability strategy is developed in partnership between disabled people and government agencies and is agreed by 31 December 2016	New measure for 2016/17	New measure for 2016/17	Achieved
The proportion of actions in the Disability Action Plan that are on track for progress or are completed in line with agreed milestones will be no less than	New measure for 2016/17	New measure for 2016/17	75%
The percentage of stakeholders who report being 'satisfied' or 'very satisfied' with the level of engagement of the Office for Disability Issues	New measure for 2016/17	New measure for 2016/17	Baseline being established

Note 1 - Based on a rating system developed by the Office for Disability Issues that assess the elements of a good quality report, such as sound methodology and being easy to understand. This is measured on a scale from 1-10, where 1 means unsatisfied and 10 means extremely satisfied.

Note 2 - The Satisfaction Survey rating measures the Minister for Disability Issues' satisfaction with the quality of the annual report providing an accurate picture of progress against agreed priorities, where 1 means unsatisfied and 10 means extremely satisfied.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Promotion and Maintenance of New Zealand Sign Language	2014/15	1,500	1,500	1,500	1,500	1,500
Promoting Lifetime Design in Housing	2013/14	500	-	-	-	-
Monitoring by Disabled People of Their Rights	2013/14	275	275	275	275	275
Enabling Good Lives Work Programme	2012/13	900	-	-	-	-

Reasons for Change in Appropriation

This appropriation has decreased by \$1.734 million to \$4.045 million in 2016/17. This is due to time limited funding ending in 2015/16 for:

- Promoting Lifetime Design in Housing: \$500,000
- Enabling Good Lives Work Programme: \$900,000
- Christchurch Enabling Good Lives: \$334,000.

Promoting Positive Outcomes for Seniors (M61)

Scope of Appropriation

This appropriation is limited to providing information and facilitation to protect the rights and interests of older people, to promote local community involvement in senior issues, and ministerial services.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,010	1,010	1,010
Revenue from the Crown	1,010	1,010	1,010
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve positive outcomes for seniors by providing support and advice to the Minister for Seniors.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The number of Ministerial speeches, communications and events prepared or organised by the Ministry to increase awareness of elder abuse and neglect prevention will be between	25-30	30	30-50
The percentage of draft speeches and speech notes provided to the Minister for Seniors within the timeframe specified by the Minister's Office will be no less than	95%	95%	95%
The percentage of stakeholders (see Note 1) who report being 'satisfied' or 'very satisfied' with the level of engagement of the Office for Seniors will be no less than	New measure for 2016/17	New measure for 2016/17	75%
The level of social media engagement (see Note 2) by the public on positive ageing will be no less than	New measure for 2016/17	New measure for 2016/17	8,000 per month

Note 1 - Stakeholders are selected from the following groups: seniors, sector organisations and central and local government.

Note 2 - Engagement is defined as commenting on, liking or sharing a Facebook post.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Youth Justice Services (M63)

Scope of Appropriation

This appropriation is limited to social work and other services to manage and resolve offending behaviour by children and young people, by providing assessment, support, programmes, containment and care of young offenders.

Expenses and Revenue

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	130,876	130,876	132,310
Revenue from the Crown	130,876	130,876	132,310
Revenue from Others	-	-	-

Components of the Appropriation

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Safety and Belonging	15,278	15,278	15,445
Changing Behaviour and Enhancing Wellbeing	115,598	115,598	116,865
Total	130,876	130,876	132,310

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve a reduction in offending by children and young people, through addressing underlying causes and contributing risk factors.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Youth Justice Safety and Belonging			
The proportion of victims engaging in family group conferences will be between	55-65%	55%	55-65%
Youth Justice Changing Behaviour and Enhancing Wellbeing			
The proportion of child offenders who have a subsequent youth justice referral will be no more than	65%	37%	65%
The proportion of young offenders who are referred for a youth justice family group conference within one year of a previous youth justice family group conference will be no more than	40%	43%	40%
The proportion of young offenders who are in education, training or employment following our intervention will be between	60-70%	69%	60-70%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Ensuring the Safety of Our Employees	2016/17	-	1,345	923	166	166
Allocation of Baseline Contributions Across Agencies for the Budget 2015 System Package	2015/16	(415)	(415)	(415)	(415)	(305)
Security Response Programme	2015/16	1,261	-	-	-	-
Efficiency Saving	2012/13	(5,941)	(5,941)	(5,941)	(5,941)	(5,941)

Reasons for Change in Appropriation

This appropriation increased by \$1.434 million to \$132.310 million in 2016/17 mainly due to:

- new funding for Ensuring the Safety of Our Employees: \$1.345 million
- one-off reduction in 2015/16 due to a reprioritisation of baselines to meet changes in cost drivers: \$1.350 million.

The above offset by:

- one-off funding for Security Response Programme in 2015/16: \$1.261 million.

2.2 - Departmental Other Expenses

Transformation Programme: Investing in New Zealand Children and their Families (M63)

Scope of Appropriation

This appropriation is limited to the co-design and implementation of system-wide reform of services provided to New Zealand's vulnerable children, young people and their families.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,000	3,000	14,500

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the delivery of a new operating model to support the system-wide reform of services provided to New Zealand's vulnerable children, young people and their families.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Reports back to Social Cabinet Committee, Minister for Social Development and the Ministerial Oversight Group			
Report back on detailed transformation programme for first 12-18 months by July 2016	New measure for 2016/17	New measure for 2016/17	Achieved
Report back on process for determining funding reallocations from other agencies by July 2016	New measure for 2016/17	New measure for 2016/17	Achieved
Report back on progress towards build of the actuarial model and first valuation by October 2016	New measure for 2016/17	New measure for 2016/17	Achieved
Report back on performance management framework for the future agency by October 2016	New measure for 2016/17	New measure for 2016/17	Achieved
Report back on new operating model in place by March 2017	New measure for 2016/17	New measure for 2016/17	Achieved

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Investing in New Zealand's Children and their Families Transformation Programme	2016/17	3,000	14,500	17,000	-	-

Reasons for Change in Appropriation

This appropriation increased by \$11.500 million to \$14.500 million in 2016/17 due to the change in funding levels for the new Investing in New Zealand's Children and their Families Transformation programme.

2.3 - Departmental Capital Expenditure and Capital Injections

Ministry of Social Development - Capital Expenditure PLA (M63)

Scope of Appropriation

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

Capital Expenditure

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	54,539	54,539	36,712
Intangibles	66,299	66,299	60,431
Other	-	-	-
Total Appropriation	120,838	120,838	97,143

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the replacement or upgrade of assets in support of the delivery of the Ministry's services.

How Performance will be Assessed and End of Year Reporting Requirements

Expenditure is in accordance with the Ministry's long-term investment plan.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Reasons for Change in Appropriation

This appropriation has decreased by \$23.695 million to \$97.143 million for 2016/17, reflecting the Ministry's revised capital programme of work. The capital expenditure level is impacted by two significant projects:

- the completion of the Single Client Management System (SCMS) upgrade (March 2016), and
- the National office relocation (August 2016).

*Capital Injections and Movements in Departmental Net Assets***Ministry of Social Development**

Details of Net Asset Schedule	2015/16 Estimated Actual \$000	2016/17 Projected \$000	Explanation of Projected Movements in 2016/17
Opening Balance	327,041	327,241	
Capital Injections	2,300	6,500	Investment in the Ministry of Social Development's capital base, for carrying out critical IT upgrades to improve security and replace core systems that are due for replacement \$6 million. Funding to implement the Emergency Housing Special Needs Grant \$500,000.
Capital Withdrawals	(2,100)	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	327,241	333,741	

Part 3 - Details of Non-Departmental Appropriations

3.1 - Non-Departmental Output Expenses

Children's Commissioner (M63)

Scope of Appropriation

This appropriation is limited to the provision of services from the Children's Commissioner including the discharge of the Commissioner's duties under the Children's Commissioner Act 2003, monitoring and reporting on services delivered under the Children, Young Persons, and Their Families Act, 1989, and the identification of aspects of law, policy and practice that might adversely affect children and the development and proposal of remedies.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,157	2,157	2,157

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an improvement in the wellbeing of children through the provision of independent advocacy for the interests of children, and independent monitoring and advice to Ministers about the services delivered to children under the Children, Young Persons, and Their Families Act 1989.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of key deliverables agreed with the Minister for Social Development in the Children's Commissioner's Statement of Performance Expectations completed to agreed standards (see Note 1) will be no less than	Achieved	Achieved	85%
The percentage of specified stakeholders (see Note 2) that agree that the Office's advocacy activities (see Note 3) contribute to improving the wellbeing of children will be no less than	New measure for 2016/17	New measure for 2016/17	80%
The percentage of monitoring report recommendations accepted responded to by Child, Youth and Family as evidenced and in line with Child, Youth and Family policies and practices will be no less than (see Note 4)	90%	100%	90%

Note 1 - Agreed Standards are achievement of performance measures as set out in the Statement of Performance Expectations and the Memorandum of Understanding.

Note 2 - Stakeholders will be listed in the Memorandum of Understanding between the Office and the Minister for Social Development for the new financial year.

Note 3 - As evidenced by the results from an annual stakeholder survey of specified stakeholders who will be outlined in the Memorandum of Understanding with the Minister.

Note 4 - As evidenced in the minutes of meetings held between the Office of the Children's Commissioner and Child, Youth and Family to confirm which monitoring recommendations are to be accepted.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Office of the Children's Commissioner in its Annual Report.

Service Providers

The Office of the Children's Commissioner receives this funding with performance information reported in their Annual Report.

Community Participation Services (M63)

Scope of Appropriation

This appropriation is limited to the provision of services, resources, assistance and support to people so they can participate in and contribute to the wider community.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	78,441	78,441	83,908

Components of the Appropriation

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Enabling Good Lives	1,500	1,500	4,500
Participation of People with Disabilities in their Communities	60,805	60,805	63,272
Vocational Services for Very High Needs School Leavers	16,136	16,136	16,136
Total	78,441	78,441	83,908

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an increase in opportunities for people to fully participate in their communities by enhancing the skills, knowledge and services available to them.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The number of disabled people supported to participate in their communities will be no less than	16,200	16,500	16,500
The number of disabled people placed or supported to remain in open paid employment will be no less than	5,500	6,000	5,800
Advocacy services provided in the Work and Income regions will be no fewer than	11	11	11

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Social Development in the Vote Social Development Non-Departmental Appropriations Report.

Service Providers

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Idea Services Limited	24,128	24,128	Contract under negotiation	See above	Contract reviewed annually
CCS Disability Action Inc.	2,283	2,283	Contract under negotiation	See above	Contract reviewed annually
Hohepa Services Limited	1,261	1,261	Contract under negotiation	See above	Contract reviewed annually
Spectrum Care Trust Board	832	832	Contract under negotiation	See above	Contract reviewed annually
SPAN Charitable Trust	802	802	Contract under negotiation	See above	Contract reviewed annually
Other providers (approximately 112 providers with funding from \$2,000 to \$621,000)	49,135	49,135	Contract under negotiation	See above	Contract reviewed annually
Total	78,441	78,441	83,908		

The table above presents the top five service providers with funding arrangements with Ministry of Social Development under the output as at 6 April 2016.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Participation and Inclusion for Disabled People	2015/16	1,736	3,676	5,428	5,428	5,428

Reasons for Change in Appropriation

This appropriation increased by \$5.467 million in 2016/17. This is due to:

- an increase in funding levels for the participation and inclusion of disabled people entering the Very High Needs scheme: \$1.940 million, and
- an increase in funding levels for Enabling Good Lives Waikato as a result of a transfer from Vote Health: \$3.527 million.

Counselling and Rehabilitation Services (M63)

Scope of Appropriation

This appropriation is limited to the purchase of services, including family counselling and other post-crisis interventions that restore the wellbeing of children, young people and families who have suffered harm and abuse or other forms of family breakdown or youth justice issues.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	18,773	18,773	16,899

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an improvement in the wellbeing of children, young people and families to reduce the risk of offending.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of clients who successfully complete the intervention with their needs met (see Note 1) will be no less than	65%	65%	65%

Note 1 - 'Needs Met' means 80% of the goals identified in the client's case plan have been achieved.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Social Development in the Vote Social Development Non-Departmental Appropriations Report.

Service Providers

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Safe Network Incorporated	1,265	1,265	Contract under negotiation	See above	Contracts reviewed annually
Te Whānau O Waipareira Trust	937	937	Contract under negotiation	See above	Contracts reviewed annually
Wellstop Incorporated	927	927	Contract under negotiation	See above	Contracts reviewed annually
STOP	763	763	Contract under negotiation	See above	Contracts reviewed annually
Other providers (approximately 200 providers with funding ranging between \$7,000 - \$439,000)	14,881	14,881	Contract under negotiation	See above	Contracts reviewed annually
Total	18,773	18,773	16,899		

The table presents the top five service providers who have funding arrangements with the Ministry of Social Development under this output as at 10 March 2016. Funding arrangements with providers for 2016/17 will be confirmed once contract negotiations are completed.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Future of the Social Sector Trials beyond 30 June 2016	2016/17	-	(23)	-	-	-
Social Sector Trials	2015/16	(86)	-	-	-	-

Reasons for Change in Appropriation

This appropriation decreased by \$1.874 million to \$16.899 million in 2016/17. This is mainly due to:

- time limited funding ending in 2015/16 for specialist sexual violence services: \$1 million (transfer from Vote Health), and
- a transfer of funding to Vote Māori Development in 2016/17 to support Whānau Ora outcomes: \$937,000.

Education and Prevention Services (M63)

Scope of Appropriation

This appropriation is limited to the purchase of education and prevention programmes and initiatives that aim to provide skills to children, young people and families who are at risk of harm or abuse, which will help them reduce the risk of that abuse or harm.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	8,427	8,427	8,680

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an increase in awareness and capability among children, young people and families to reduce the risk of harm and abuse.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of clients who successfully complete their education or prevention programme (see Note 1) with their needs met (see Note 2) will be no less than	65%	65%	65%

Note 1 - Education and prevention programmes include abuse prevention programmes (eg, family violence, sexual violence, and sexual abuse prevention and education) and supervised structured programmes for youth at risk (eg, communication skills, social skills, life skills, buddy programmes, mentoring and therapy).

Note 2 - 'Needs Met' means 80% of the goals identified in the client's case plan have been achieved.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Social Development in the Vote Social Development Non-Departmental Appropriations Report.

Service Providers

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Applied Theatre Consultants Limited	213	213	Contract under negotiation	See above	Contract reviewed annually
Ngāpuhi Iwi Social Services Limited	200	200	Contract under negotiation	See above	Contract reviewed annually
Man Alive Charitable Trust	193	193	Contract under negotiation	See above	Contract reviewed annually

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
The Hamilton Abuse Intervention Project Trust	192	192	Contract under negotiation	See above	Contract reviewed annually
Te Whakaruruhau 2013 Incorporated T/A Waikato Women's Refuge - Te Whakaruruhau	144	144	Contract under negotiation	See above	Contract reviewed annually
Other Providers (approximately 190 providers with funding from \$2,600 to \$143,000)	7,485	7,485	Contract under negotiation	See above	Contract reviewed annually
Total	8,427	8,427	8,680		

The table presents the top five service providers who have funding arrangements with the Ministry of Social Development under this output as at 10 March 2016. Funding arrangements with providers for 2016/17 will be confirmed once contract negotiations are completed.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Future of the Social Sector Trials beyond 30 June 2016	2016/17	-	(82)	-	-	-
Social Sector Trials	2015/16	(335)	-	-	-	-

Reasons for Change in Appropriation

This appropriation increased by \$253,000 to \$8.680 million in 2016/17. This is due to:

- a one-off transfer for Social Sector Trials in 2015/16: \$335,000.

The above offset by:

- a one-off transfer for the continuation of social sector trials beyond 30 June 2016: \$82,000.

Emergency Housing Response (M37)

Scope of Appropriation

This appropriation is limited to activities relating to the provision of emergency housing support for eligible families and individuals in high need areas.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,738	2,738	7,945

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve improved support for eligible families and individuals across New Zealand with an emergency housing need.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The number of emergency housing places will be no less than	New measure for 2016/17	New measure for 2016/17	600

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Social Housing in the Vote Social Development Non-Departmental Appropriations Report.

Service Providers

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
V and S Williamson Limited t/a Middlepark Motel	861	861	563	See above	15/03/2017
Comcare Charitable Trust	793	793	43	See above	31/12/2016
VisionWest Community Trust	551	551	324	See above	31/01/2017
Emerge Aotearoa Limited	480	480	912	See above	28/02/2018
Other providers	53	53	Contracts under negotiation	See above	30/06/2016
Total	2,738	2,738	7,945		

The table presents the top four providers who have funding arrangement with the Ministry of Social Development under this output as at 1 April 2016.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Social Housing - Emergency Housing	2016/17	-	6,050	8,450	8,800	8,800
Emergency Housing: a new National Funding Model and Additional Auckland Housing	2015/16	2,738	1,895	717	-	-

Reasons for Change in Appropriation

This appropriation increased by \$5.207 million to \$7.945 million in 2016/17. This is due to:

- new funding for contracted emergency housing places in areas of high demand: \$6.050 million.

The above offset by:

- a decrease in funding levels for Emergency Housing: a new National Funding Model and Additional Auckland Housing: \$843,000.

Families Commission (M63)

Scope of Appropriation

This appropriation is limited to the provision of services from the Families Commission to promote the wellbeing of a full range of New Zealand families and whānau through undertaking research and evidence gathering to build a transfer of knowledge to policymakers and purchasers and providers of services.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	12,331	12,331	15,618

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an improvement in the lives of New Zealand families and whānau through the provision of research and evidence to inform the development and implementation of social policies, programmes and services by government and community organisations.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of key deliverables agreed with the Minister for Social Development in the Families Commission's Statement of Performance Expectations completed to agreed standards (see Note 1) will be no less than	Achieved	Achieved	85%
The percentage of key stakeholders who agree that research and evidence provided by the Families Commission has informed their development and implementation of social policies, programmes and services will be no less than	New measure for 2016/17	New measure for 2016/17	70%

Note 1 - Agreed Standards are achievement of performance measures as set out in the Statement of Performance Expectations and the Memorandum of Understanding.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Families Commission in its Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Draw Down for the Growing Up in New Zealand study contract and related activities	2015/16	2,196	7,314	4,816	5,959	5,959
Growing Up in New Zealand: Longitudinal Study	2015/16	2,831	-	-	-	-
Transfer of the responsibility for monitoring, research and evaluation including funding for the Growing Up in New Zealand Longitudinal Studies from Vote Social Development	2013/14	180	180	180	180	180
Families Commission Reprioritisation	2012/13	(250)	-	-	-	-
Transfer of Parenting and Relationship Education Programmes	2012/13	(750)	-	-	-	-

Reasons for Change in Appropriation

This appropriation increased by \$3.287 million to \$15.618 million in 2016/17. This is due to:

- an increase in the level of funding as a result of the draw down from the contingency fund for managing the Growing Up in New Zealand study contract: \$5.118 million, and
- decreases in funding levels ending in 2015/16 for Families Commission Reprioritisation: \$250,000 and transfer of Parenting and Relationship Education Programmes: \$750,000.

The above offset by:

- one-off increase in funding for Growing Up in New Zealand Longitudinal Study in 2015/16: \$2.831 million.

Family Wellbeing Services (M63)

Scope of Appropriation

This appropriation is limited to the purchase of services that aim to improve the life outcomes for children, young people and families through support and development programmes, and programmes that will prevent any future harm or abuse.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	84,734	84,734	84,913

Components of the Appropriation

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Stand Children's Services	14,436	14,436	14,436
Social Workers in Schools	21,446	21,446	21,446
Multi-Agency Support Services in Secondary Schools	4,011	4,011	4,011
Other Services & Programmes	44,841	44,841	45,020
Total	84,734	84,734	84,913

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an improvement in the wellbeing, safety and security of children, young people and families to reduce the risk of harm, abuse or poor life outcomes.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Social Services in Schools (see Note 1)			
The percentage of children and young people assessed by providers as being engaged in school	New Measure for 2016/2017	New Measure for 2016/2017	Establishing baseline
The percentage of clients who report increased confidence as a result of the intervention	New Measure for 2016/2017	New Measure for 2016/2017	Establishing baseline
The percentage of clients who had a substantiated notification of abuse to Child, Youth and Family within 12 months after an intervention	New Measure for 2016/2017	New Measure for 2016/2017	Establishing baseline
Women's Refuges			
The number of clients who receive case management interventions will be no less than	5,500	5,500	5,500
Stand Children's Services/Tu Maia Whānau			
The percentage of children who show improvement (see Note 2) in their wellbeing will be no less than	70%	70%	70%

Note 1 - This includes Social Workers in Schools, Multi Agency Support Services in Secondary Schools Service, and Youth Workers in Secondary Schools.

Note 2 - Improvements in wellbeing will be assessed by comparing the child's initial assessment to their final assessment at the completion of the programme.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Social Development in the Vote Social Development Non-Departmental Appropriations Report.

Service Providers

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Stand for Children National Office	16,565	16,565	Contract under negotiation	See above	Contracts reviewed annually
Ngā Whare Whakuruhau O Aotearoa National Collective Of Independent Women's Refuges Incorporated	6,385	6,385	Contract under negotiation	See above	Contracts reviewed annually
Presbyterian Support (Northern)	6,295	6,295	Contract under negotiation	See above	Contracts reviewed annually
Barnardos New Zealand	3,196	3,196	Contract under negotiation	See above	Contracts reviewed annually
Open Home Foundation Of New Zealand	3,114	3,114	Contract under negotiation	See above	Contracts reviewed annually
Anglican Trust for Women and Children	2,845	2,845	Contract under negotiation	See above	Contracts reviewed annually
Iosis Limited	1,801	1,801	Contract under negotiation	See above	Contracts reviewed annually
Presbyterian Support (Upper South Island)	1,154	1,154	Contract under negotiation	See above	Contracts reviewed annually
Other providers (approximately 300 with funding levels from \$2,000 to \$1.100 million)	43,379	43,379	Contract under negotiation	See above	Contracts reviewed annually
Total	84,734	84,734	84,913		

The table above presents the top eight service providers who have funding arrangements with the Ministry of Social Development under this output as at 10 March 2016. Funding arrangements with providers for 2016/17 will be confirmed once contract negotiations are completed.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Future of the Social Sector Trials beyond 30 June 2016	2016/17	-	(50)	-	-	-
Social Sector Trials	2015/16	(229)	-	-	-	-
Expanding Frontline Social Work Capacity	2012/13	11,136	11,136	11,136	11,136	11,136
Youth Mental Health - Youth Workers in Secondary Schools	2012/13	1,986	1,986	1,986	1,986	1,986

Reasons for Change in Appropriation

This appropriation increased by \$179,000 to \$84.913 million in 2016/17. This is due to:

- a one-off transfer for Social Sector Trials in 2015/16: \$229,000.

The above offset by:

- one-off transfer for the continuation of social sector trials beyond 30 June 2016: \$50,000.

Strong Families and Connected Communities (M63)

Scope of Appropriation

This appropriation is limited to initiatives and services, with a focus on prevention and early intervention, that support and strengthen community functioning and improve outcomes for families.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	113,751	113,751	107,833

Components of the Appropriation

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Family Start	30,652	30,652	30,652
Budget Services	15,021	15,021	15,021
Family-Centred Services Fund	10,535	10,535	10,535
Parents as First Teachers (PAFT)	7,276	7,276	7,276
Capability Investment Resource (CIR)	4,305	4,305	-
Other programmes and funded services	45,962	45,962	44,349
Total	113,751	113,751	107,833

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve a reduction in the likelihood of vulnerable families requiring future interventions.

How Performance will be Assessed and End of Year Reporting Requirements

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Family Start			
The number of families receiving Family Start services at 30 June 2017 will be between	5,000-6,000	4,744	5,500-6,500
The percentage of children participating in the Family Start programme who are enrolled with primary health organisations will be no less than	95%	95%	95%

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The percentage of children aged between 18 months and five years participating in the Family Start programme who are attending early childhood education will be no less than	75%	75%	75%
The percentage of children participating in the Family Start programme who have up-to-date immunisations will be no less than	80%	80%	85%
The percentage of children participating in the Family Start programme receiving scheduled Well Child visits will be no less than	80%	80%	80%
The percentage of children who have had a substantiated notification of abuse to Child, Youth and Family within 12 months after leaving the Family Start programme	New measure for 2016/17	New measure for 2016/17	Establishing baseline
Family-Centred Services Fund			
The percentage of clients who have expressed that they were satisfied with the service, content and delivery of the programme will be no less than	90%	90%	90%
Strengthening Families			
The percentage of families who report that the process has helped them get access to the services they needed will be no less than	85%	85%	85%
The number of new referrals accepted on a monthly basis will be between	140-170	150	75-95
Building Financial Capability			
The percentage of clients(see Note 1) who show evidence of greater financial confidence and competence including reduced debt will be no less than	80%	80%	80%
E Tu Whānau			
The percentage of those surveyed who report that the use of E Tu Whānau resources has led to a change in beliefs and attitudes in their community will be no less than	60%	60%	60%
The number of activities supported by E Tu Whānau will be between	40	40	40-50
Campaign for Action on Family Violence			
The percentage of surveyed community groups that say the campaign has increased their ability to address or prevent family violence will be no less than	90%	90%	90%

Note 1 - In their Budget Advisor's opinion.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Social Development in the Vote Social Development Non-Departmental Appropriations Report.

Service Providers

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Great Potentials Foundation	4,932	4,932	Contract under negotiation	See Above	Contracts reviewed annually
Family Start Manukau	3,711	3,711	Contract under negotiation	See Above	Contracts reviewed annually
Kirikiroa Family Services Trust	3,042	3,042	Contract under negotiation	See Above	Contracts reviewed annually
Royal New Zealand Plunket Society Incorporated	2,637	2,637	Contract under negotiation	See Above	Contracts reviewed annually
Kotahitanga Limited	2,223	2,223	Contract under negotiation	See Above	Contracts reviewed annually
Anglican Trust for Women and Children	1,940	1,940	Contract under negotiation	See Above	Contracts reviewed annually
Ngā Whare Whakaruruha O Aotearoa National Collective Of Independent Women's Refuges Incorporated	1,910	1,910	Contract under negotiation	See Above	Contracts reviewed annually
Manaaki Ora Trust	1,638	1,638	Contract under negotiation	See Above	Contracts reviewed annually
Presbyterian Support (Northern)	1,622	1,622	Contract under negotiation	See Above	Contracts reviewed annually
KidsCan Charitable Trust	1,550	1,550	Contract under negotiation	See Above	Contracts reviewed annually
Other Providers (approximately 580 providers with funding ranging from \$1,200 to \$1.5 million)	88,546	88,546	Contract under negotiation	See Above	Contracts reviewed annually
Total	113,751	113,751	107,833		

The table above shows the top ten service providers with funding contracts under the merged output as at 10 March 2016. The budget amounts included for 2016/17 reflect the proposed funding plans with the final contracted amounts to providers to be confirmed once the contract negotiations are complete.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Children's Action Plan (CAP) Financing Plan	2016/17	-	(1,381)	(2,061)	-	-
Community Finance Scale-Up from Pilot	2016/17	-	800	1,200	1,100	1,100
Family Violence Response Coordination	2016/17	-	2,800	-	-	-
Funding For Specialist Sexual Violence Services	2016/17	-	5,443	5,443	5,443	5,443
Future of the Social Sector Trials beyond 30 June 2016	2016/17	-	(208)	-	-	-
Response to the Syrian Refugee Crisis: Implementation	2016/17	-	150	200	250	-
Social Sector Trials	2015/16	(2,656)	-	-	-	-

Reasons for Change in Appropriation

This appropriation decreased by \$5.918 million to \$107.833 million in 2016/17. This decrease is due to:

Time limited funding ending in 2015/16 for:

- specialist sexual violence services: \$4.2 million (transfer from Vote Health)
- non-governmental organisation funding and Christchurch support: \$4.305 million
- Parenting and Education Relationship programmes: \$675,000
- additional support for disadvantaged children: \$350,000.

Other decreases in funding include:

- Canterbury Earthquake Recovery Funding (Canterbury Social Support Fund) levels reducing in 2016/17: \$1 million
- Home Interaction Programme for Parents and Youngsters (transfer to Vote Education) from 2016/17: \$4.308 million
- transferring Te Punanga Haumarua and other funding to support Whānau Ora (transfer to Vote Māori Development): \$3.690 million
- transfer to partly fund the Children's Action Plan in 2016/17: \$1.381 million
- transfer of funds in 2016/17 for the future of the Social Sector Trials beyond 30 June 2016: \$208,000.

The above offset by:

- a new funding totalling \$9.193 million (details of new funding is included in the Current and Past Policy Initiatives table)
- a one-off transfer for Social Sector Trials in 2015/16: \$2.656 million
- funding transferred from the Non-departmental output expense, Services for Young People as part of the establishment of the new Partnering for Youth MCA in 2016/17: \$2.350 million.

Student Placement Services (M63)*Scope of Appropriation*

Provision of placement services for students for holiday and term employment.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,512	3,512	3,512

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve reduced financial barriers to tertiary study through the effective operation of the Student Job Search placement service so that more students are earning income through paid employment.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(iii) of the PFA as the amount of this annual appropriation for a Non-departmental output expense is less than \$5 million.

Service Providers

The funding is paid to Student Job Search for operation of the Student Job Search placement service.

3.2 - Non-Departmental Benefits or Related Expenses

Accommodation Assistance (M37)

Scope of Appropriation

This appropriation is limited to the Accommodation Supplement, Special Transfer Allowance, and Away From Home Allowance to persons to cover accommodation costs, paid in accordance with the criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	1,140,479	1,134,979	1,149,046	1,168,560	1,179,364	1,183,843

Components of the Appropriation

	2015/16		2016/17	2017/18	2018/19	2019/20
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Accommodation Supplement	1,134,959	1,134,959	1,149,027	1,168,543	1,179,349	1,183,830
Special Transfer Allowance	20	20	19	17	15	13
Supplementary Estimates Add-on	5,500	-	-	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve social outcomes by providing targeted financial support to help eligible people meet the costs of accommodation.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Accommodation Assistance under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
20 Additional Medical Places	2015/16	1	1	1	1	1
Children Living in Material Hardship	2015/16	547	2,244	2,338	2,807	2,807
Enhanced Use of Authoritative Data	2015/16	8,091	24,272	40,453	40,453	40,453
Maintain The Student Allowance Parental Income Threshold	2015/16	(1)	(11)	(60)	(60)	(60)
Next Steps to Implement the Sole Parent Tertiary-Welfare Interface Package	2015/16	(3,034)	(8,745)	(12,475)	(12,475)	(12,475)
Response to the Syrian Refugee Crisis: Implementation	2015/16	115	808	1,244	958	725
Additional Medical Places	2014/15	2	4	5	5	5
Extending the Student Support Stand-Down Period for Permanent Residents	2014/15	510	621	621	621	621
Additional Flexibility for Highly Performing Private Training Establishments	2013/14	19	19	19	19	19
Continue 99-105% Tolerance Bands	2013/14	12	11	11	11	11
Increasing Medical Training Places	2013/14	1	1	1	1	1
Reducing Student Allowances Eligibility for Students Aged 40 and Over	2013/14	344	333	333	333	333
Removing Student Allowance Eligibility for those Aged 65 and Over	2013/14	65	69	69	69	69
Supporting Better Public Services and the Business Growth Agenda within Vote Tertiary Education	2013/14	2	7	7	7	7
Transfer and Return of 2012/13 Underspend in Vote Tertiary Education	2013/14	9	9	9	9	9
Removing Student Allowance Eligibility for Postgraduate Study and Long Programmes	2012/13	6,694	6,694	6,694	6,694	6,694
Additional Medical Student Places	2012/13	2	2	2	2	2
Restricting Loans for People Aged 55 and Over to Tuition Fees Only	2012/13	4	4	4	4	4
Restricting Loans for Those in Default for One or More Years	2012/13	(4)	(4)	(4)	(4)	(4)

Reasons for Change in Appropriation

Expenditure on Accommodation Assistance is expected to rise between 2015/16 and 2019/20 because of an expected increase to the number of recipients and an expected increase in the average payment per recipient.

Conditions on Use of Appropriation

Reference	Conditions
Accommodation Supplement is paid under sections 61DH to 61EC of the Social Security Act 1964	The Accommodation Supplement provides a 70% subsidy for housing costs that exceed 25% of the recipient's income (for renters or boarders) or 30% of the recipient's income (for homeowners), up to a set maximum amount. The level of assistance depends on the recipient's accommodation costs, benefit payment rate, where the recipient lives and on his or her family size. The Supplement is a non-taxable payment that is asset-tested. It is income-tested for New Zealand Superannuation and Veterans' Pension recipients and for non-beneficiaries.
Away from Home Allowance is paid under the Away from Home Allowance Welfare Programme pursuant to section 124(1)(d) of the Social Security Act 1964	The Away from Home Allowance provides assistance with accommodation costs for the caregivers of dependent 16-17 year olds who move away from home to undertake tertiary study or an approved employment related training course. The level of Allowance is based on the same formula as for Accommodation Supplement. The Allowance is a non-taxable payment.
Special Transfer Allowance is paid under the Special Transfer Allowance Programme 2000 pursuant to section 124(1)(d) of the Social Security Act 1964	The Special Transfer Allowance provides assistance with accommodation costs to recipients of the Special Transfer Allowance prior to November 2000 and to former Tenure Protection Allowance recipients who have had their present house sold to a private landlord by Housing New Zealand Corporation. Tenure Protection Allowance ceased to exist with the introduction of the Income Related Rental Subsidy in November 2000. This Allowance is a non-taxable payment.

Childcare Assistance (M63)

Scope of Appropriation

Provision of assistance for the costs of childcare that meets specific quality guidelines, where parents meet activity and income criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	194,585	186,585	211,420	206,512	205,382	205,173

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing financial support to assist caregivers and parents with childcare costs.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Childcare Assistance under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Children Living in Material Hardship	2015/16	7,753	31,484	32,088	32,822	32,822
Enhanced use of Authoritative Data	2015/16	931	2,793	4,656	4,656	4,656
Youth Package - Childcare and Long Acting Contraception	2012/13	9,641	9,641	9,641	9,641	9,641

Reasons for Change in Appropriation

Expenditure on Childcare Assistance is expected to rise between 2015/16 and 2019/20 due to the impact of the Package for Children Living in Material Hardship and inflation adjustments to the payment rates. Partly offsetting this is an expected decrease in the number of recipients.

Conditions on Use of Appropriation

Reference	Conditions
Childcare Assistance includes the Childcare Subsidy and the Out of School Care and Recreation Subsidy (OSCAR subsidy). These are paid under section 61GA of the Social Security Act 1964 and the Social Security (Childcare Assistance) Regulations 2004 pursuant to section 132AC of the Social Security Act 1964	The Childcare Subsidy assists with pre-school costs for caregivers. The Subsidy covers children aged 0 to 4 years old, or 0 to 5 if a Child Disability Allowance is also payable. Childcare Subsidy is payable for up to 50 hours per week of attendance at an approved early childhood programme where a caregiver is engaged in an approved activity such as employment or training, has serious illness or disability or whose dependent child or children have a serious illness or disability, or up to 9 hours per week in most other cases. The Childcare Subsidy may be used in combination with Free Early Childhood Education for 3 and 4 year olds where hours exceed six per day or 20 per week. The Subsidy is a non-taxable income tested payment. The OSCAR subsidy assists with out-of-school care costs for caregivers to take up or remain in paid employment. OSCAR covers 5 to 13 year olds, and 5 to 17 if a Child Disability Allowance is also payable. OSCAR subsidy is available for approved before and after school care for up to 20 hours per week and up to 50 hours per week in approved school holiday programmes. The caregiver must be participating in an approved activity such as employment or training. The OSCAR subsidy is a non-taxable income-tested payment. There are three standard levels of Childcare and OSCAR subsidy, with the level depending on household income.
Early Learning Programme Assistance is paid under the Family Start and Early Start (Childcare Assistance) Programme pursuant to section 124(1)(d) of the Social Security Act 1964	Early Learning Programme Assistance is provided to families who are enrolled in selected Family Start or Early Start programmes. The rate provided is 20 hours per week for an eligible child under 30 months of age or 15 hours per week for an eligible child between 30 and 36 months of age. The Assistance is a non-taxable payment.
Guaranteed Childcare Assistance Payment is paid under the Guaranteed Childcare Assistance Payment Programme pursuant to section 124(1)(d) of the Social Security Act 1964	The Guaranteed Childcare Assistance Payment provides financial assistance towards the costs of early childhood education to help young parents who are receiving young parent payments, or who are spouses or partners of specified beneficiaries, to comply with their youth activity obligations, and young parents who are not beneficiaries to return to, or remain in, courses of secondary instruction.

Disability Assistance (M63)

Scope of Appropriation

This appropriation is limited to the Disability Allowance to persons with disability costs and the Child Disability Allowance to the caregivers of children with a serious disability, paid in accordance with the criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	378,656	376,856	376,368	377,548	379,136	382,484

Components of the Appropriation

	2015/16		2016/17	2017/18	2018/19	2019/20
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Child Disability Allowance	86,086	86,086	86,893	88,803	91,485	94,245
Disability Allowance	290,770	290,770	289,475	288,745	287,651	288,239
Supplementary Estimates Add-on	1,800	-	-	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve social outcomes by providing financial support to help people meet disability-related living costs.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Disability Assistance under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Annual General Adjustment: Removing the Need for Additional Annual Decision Making	2015/16	201	661	605	606	606
Impact of the 2015 Annual General Adjustment on the Income Thresholds for Disability Allowance and the Community Services Card	2014/15	906	906	906	906	906
Impact of the Annual General Adjustment on the 2014 Income Thresholds for the Disability Allowance and the Community Services Card	2013/14	96	96	96	96	96

Reasons for Change in Appropriation

Expenditure on Disability Assistance is expected to rise between 2015/16 and 2019/20 because of inflation adjustments to the payment rates and an expected increase in the number of recipients of Child Disability Allowance. Partly offsetting this is an expected decrease in the number of recipients of Disability Allowance.

Conditions on Use of Appropriation

Reference	Conditions
Child Disability Allowance is paid under sections 39A to 39E of the Social Security Act 1964	Child Disability Allowance is a non-taxable allowance that is available to the principal caregiver of a dependent child who has a serious disability. The child must have a physical or mental disability, need constant care and attention because of that disability and be likely to need that care for more than 12 months.
Disability Allowance is paid under section 69C of the Social Security Act 1964 and the Ministerial Direction - Disability Allowance pursuant to section 5 of the Social Security Act 1964	This Allowance reimburses additional costs arising from a disability that is likely to continue for a minimum of six months. Disability Allowance only covers additional costs that are not funded or provided by other agencies. Disability Allowance may be paid to persons receiving main benefits and, on an income-tested basis, to New Zealand Superannuation and Veterans' Pension recipients and to low-income earners.

Family Start/NGO Awards (M63)

Scope of Appropriation

Payment of course fees for Family Start family/whānau and NGO workers pursuing social work qualifications.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	705	705	705	705	705	705

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an increase in the number of NGO staff who have formal social work qualifications by assisting with course fees.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payment of course fees for Family Start family/whānau and NGO workers pursuing social work qualifications.

Conditions on Use of Appropriation

Reference	Conditions
Family Start family/whānau Awards are paid under Cabinet decisions	The Family Start Awards pay for course fees that enable Family Start employees to study for diploma or degree level qualifications in social work, early childhood education or health. This item has not been offered to new students since 2011. Existing students continue to receive these payments until their study ends.

Hardship Assistance (M63)

Scope of Appropriation

This appropriation is limited to Civil Defence payments, Funeral Grants, Live Organ Donors Assistance, Special Benefit, Special Needs Grants, Temporary Accommodation Assistance and Temporary Additional Support to provide means-tested temporary financial assistance to persons with emergency or essential costs, paid in accordance with the criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	293,849	288,249	299,514	313,774	328,342	344,211

Components of the Appropriation

	2015/16		2016/17	2017/18	2018/19	2019/20
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Special Needs Grant	64,833	64,833	66,402	65,690	65,449	64,981
Temporary Accommodation Assistance	5,909	5,909	2,346	334	-	-
Temporary Additional Support	200,157	200,157	215,379	233,981	250,522	268,047
Special Benefit	17,350	17,350	15,387	13,769	12,371	11,183
Supplementary Estimates Add-on	5,600	-	-	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve social outcomes by providing financial support to meet essential or emergency costs for people living in financial hardship.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Hardship Assistance under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Social Housing - Emergency Housing	2016/17	-	2,000	2,000	2,000	2,000
Children Living in Material Hardship	2015/16	(482)	(1,923)	(1,769)	(1,508)	(1,508)
Enhanced Use of Authoritative Data	2015/16	304	912	1,520	1,520	1,520
Extension of Temporary Accommodation Assistance	2015/16	3,664	2,767	527	-	-
Response to the Syrian Refugee Crisis: Implementation	2015/16	47	117	117	-	-
Rural Assistance Payments for lower North Island farmers affected by storm damage	2015/16	460	-	-	-	-
2014 Review of Temporary Accommodation Assistance (Canterbury Earthquake) Programme	2014/15	2,616	-	-	-	-
Changes to disability appropriations for pharmaceutical co-payment	2012/13	131	131	131	131	131
Special Needs Grant for Long Acting Reversible Contraception - Welfare Reform	2012/13	167	167	167	167	167
Youth Package - Childcare and Long Action Contraception	2012/13	100	100	100	100	100

Reasons for Change in Appropriation

Expenditure on Hardship Assistance is expected to rise between 2015/16 and 2019/20 because of an expected increase in the average payment per person on Temporary Additional Support and an expected increase in the number of recipients of Temporary Additional Support. Partially offsetting this is an expected decrease in the number of recipients of Special Benefit.

Conditions on Use of Appropriation

Reference	Conditions
Funeral Grants are paid under sections 61D to 61DE of the Social Security Act 1964	Funeral Grants are discretionary payments designed to help people with actual and reasonable funeral costs up to a set maximum. The Grant depends on the accessible estate of the deceased person, and on the assets and income of the surviving spouse or partner (if any) or, if the deceased is a child, on the assets and income of the parents and other persons liable in law to maintain the child. The Grant is a non-taxable payment.
Special Benefit is paid under section 23 of the Social Security (working for Families) Amendment Act 20014 and the Direction in Relation to Special Benefit pursuant to section 5 of the Social Security Act 1964	Special Benefit provides assistance to clients whose particular financial circumstances and commitments are causing them financial hardship. Special Benefit is available to beneficiaries and low-income earners who were receiving it immediately before 1 April 2006 and for whom Special Benefit has not been cancelled (except temporarily). Special Benefit is not intended as a long-term solution to a client's financial shortfall. It is instead paid to help clients meet essential costs while they make efforts to reduce their commitments and live within their usual income. This Benefit is a non-taxable payment.
Special Needs Grants are paid under the Special Needs Grants Programme pursuant to section 124(1)(d) of the Social Security Act 1964	The Special Needs Grant Programme assists people who have an immediate and essential or emergency need and have no other means of paying for it. Grants include the Rural Sector Assistance Programme, which assists farmers who are unable to meet living expenses because of adverse events (such as flooding). Special Need Grants are income and cash asset-tested. The Grants are generally one-off recoverable or non-recoverable, non-taxable financial assistance, although grants can be made on a continuing basis for living expenses to some persons (for example, under the rural assistance provisions).

Reference	Conditions
Live Organ Donor Assistance is paid under the 'Assistance to Live Organ Donors Programme and Ministerial Direction' pursuant to sections 5 and 124(1)(d) of the Social Security Act 1964	Live Organ Donor Assistance is financial assistance for people who donate a kidney or liver tissue for transplant purposes. It is not subject to income or asset tests. The Grant is a non-taxable payment.
Temporary Additional Support is paid under section 61G of the Social Security Act 1964 and the Social Security (Temporary Additional Support) Regulations 2005 made pursuant to section 132AB of the Social Security Act 1964	Temporary Additional Support provides financial assistance as a last resort to alleviate financial hardship for people whose essential costs cannot be met from their chargeable income and other resources. This support became available from 1 April 2006. This non-taxable payment is made to help meet essential living costs while clients reduce their commitments and live within their usual income. The standard period for this financial assistance is 13 weeks.
Civil Defence payments are made under the Civil Defence Programme pursuant to section 124(1)(d) of the Social Security Act 1964	The payments are made to evacuees in areas where a Civil Defence emergency has been declared who do not have insurance to cover their costs or have access to other available aid (eg, public donations or other government or charitable relief funds). These payments are non-taxable.
Temporary Accommodation Assistance is paid under the Temporary Accommodation Assistance (Canterbury Earthquake) Programme pursuant to section 124 (1)(d) and Section 5 of the Social Security Act 1964	Temporary Accommodation Assistance is a subsidy to assist homeowners (including beneficiaries of a trust that owns the house in certain situations) affected by the Canterbury earthquake with temporary accommodation costs. This can be paid to homeowners who have had to leave their home as a result of the Canterbury 4 September 2010 Earthquake and resulting aftershocks and have no available temporary accommodation insurance cover.

Jobseeker Support and Emergency Benefit (M63)

Scope of Appropriation

This appropriation is limited to the provision of means-tested income support for people who are eligible for Jobseeker Support or an Emergency Benefit as set out in the Social Security Act 1964 and delegated legislation made under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	1,692,956	1,674,256	1,676,898	1,614,463	1,576,955	1,570,557

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing means-tested income support to people not in employment but seeking it, temporarily unable to work, or who are in hardship and not eligible for another main benefit.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Jobseeker Support and Emergency Benefit under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Investing to Increase the Number of Engineering Graduates	2018/19	-	-	-	5	5
Children Living in Material Hardship	2015/16	7,805	31,544	31,432	32,002	32,002
Response to the Syrian Refugee Crisis: Implementation	2015/16	221	1,717	2,662	2,020	1,530
Maintain the Student Allowance Parental Income Threshold	2015/16	(7)	(67)	(383)	(383)	(383)
Next Steps to Implement the Sole Parent Tertiary-Welfare Interface Package	2015/16	(1,171)	(3,435)	(4,997)	(4,997)	(4,997)
Enhanced Use of Authoritative Data	2015/16	(7,875)	(15,673)	(39,273)	(39,273)	(39,273)
Additional Medical Places	2014/15	16	24	33	33	33
Extending the Student Support Stand-Down Period for Permanent Residents	2014/15	483	598	598	598	598
Additional Flexibility for Highly Performing Private Training Establishments	2013/14	117	116	116	116	116
Continue 99-105% Tolerance Bands	2013/14	73	71	71	71	71
Reducing Student Allowances Eligibility for Students Aged 40 and Over	2013/14	617	608	608	608	608
Removing Student Allowances Eligibility for those Aged 65 and Over	2013/14	123	134	134	134	134
Supporting Better Public Services and the Business Growth Agenda within Vote Tertiary Education	2013/14	11	47	46	46	46
Transfer and Return of 2012/13 Underspends in Vote Tertiary Education	2013/14	53	53	53	53	53
20 Additional Medical Places	2013/14	6	8	8	8	8
Welfare Reform Phase Two - 28 Day Rule	2013/14	223	223	223	223	223
Welfare Reform Phase Two - Abatement Rules	2013/14	567	567	567	567	567
Welfare Reform Phase Two - Widows/ Woman Alone Rate Change	2013/14	(2,338)	(2,876)	(2,876)	(2,876)	(2,876)

Reasons for Change in Appropriation

Expenditure on Jobseeker Support and Emergency Benefit is expected to fall between 2015/16 and 2019/20 because of an expected decline in the number of recipients. Partially offsetting this are inflation adjustments to the payment rates.

Conditions on Use of Appropriation

Reference	Conditions
Sections 88B to 88M of the Social Security Act 1964.	<p>Jobseeker Support is paid under sections 88B to 88M of the Social Security Act 1964, and on grounds of hardship, as set out in the Emergency Benefit and Benefits on Ground of Hardship Ministerial Direction pursuant to section 5 of the Social Security Act 1964. Jobseeker Support is available for people who are not in full-time employment but are either:</p> <ul style="list-style-type: none"> • looking for and available for work • would be looking for and available for work but for circumstances that would qualify the person for an exemption under section 105, or • willing to undertake work but limited in their capacity to work due to sickness, injury or disability. <p>It is also payable to people who are in employment but losing earnings because, through sickness, injury, or disability, they are not working at all or working only at a reduced level. It is also available from the 27th week of pregnancy (or earlier if there are complications). It is a work-tested benefit, though some are expected to prepare for work if they have a temporary deferral from work obligations. Net weekly rates depend on age and family status. The sole parent rate is the same as for Sole Parent Support. This Benefit is taxable and is after deductions for debt establishments and overseas pension recoveries.</p> <p>Jobseeker Support on the grounds of hardship may be paid to an applicant who meets the job seeking or sickness criteria for Jobseeker Support, but not the residency requirements and is in hardship, or to full-time students between the end of one academic year and the start of the next.</p>
Emergency Benefit is paid under sections 61, 61AA and 61A of the Social Security Act 1964 and the Emergency Benefit and Benefits on Ground of Hardship Ministerial Direction pursuant to section 5 of the Social Security Act 1964.	<p>Emergency Benefit is payable on the grounds of hardship to people who are unable to earn a sufficient livelihood and are not eligible to receive any other main benefit. Emergency Benefit can also be paid instead of, or in substitution for, specified main benefits under the Act the person is otherwise eligible to receive. Rates of payment can vary but cannot exceed the rate of the analogous benefit that would be otherwise payable. This appropriation is inclusive of tax and is after deductions for debt establishments and overseas pension recoveries.</p>

New Zealand Superannuation (M63)

Scope of Appropriation

Provision of an income for people who have reached the qualifying age of 65 years and fulfil the residency requirements, as provided for in the New Zealand Superannuation and Retirement Income Act 2001.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	12,287,231	12,260,531	12,911,646	13,473,265	14,160,808	14,915,501

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve social participation and independence for superannuitants by providing financial support.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of New Zealand Superannuation under the New Zealand Superannuation and Retirement Income Act 2001. Performance information relating to the administration of the payment is provided under the Income Support and Assistance to Seniors appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Review of Surviving Spouse or Partner Weekly Compensation for Superannuitants Provision	2017/18	-	-	750	770	790
Portability of New Zealand Superannuation to Niue, Tokelau and the Cook Islands	2015/16	4,496	4,906	4,906	4,906	4,906
Welfare Reform Phase Two: Implementation, Costs and Funding	2012/13	(19,051)	(26,309)	(26,309)	(26,309)	(26,309)
Social Security Agreements with Croatia, Cyprus, Hungary and Malta	2012/13	464	464	464	464	464

Reasons for Change in Appropriation

Expenditure on New Zealand Superannuation is expected to rise between 2015/16 and 2019/20 because of an expected increase in the number of recipients. Also contributing to the rise is inflation and wage growth adjustments to the payment rates.

Conditions on Use of Appropriation

Reference	Conditions
New Zealand Superannuation is paid under the New Zealand Superannuation and Retirement Income Act 2001.	<p>New Zealand Superannuation provides income for people who have reached the qualifying age of 65 and fulfilled the residency requirements.</p> <p>It includes different rates for a person who lives alone, shares accommodation or is married or in a civil union or de facto relationship. New Zealand Superannuation at a higher, income-tested rate is also paid on the election of a person with a spouse or partner who does not qualify for New Zealand Superannuation.</p> <p>With the exception of the higher rate where a non-qualified partner is included, New Zealand Superannuation is not income-tested.</p> <p>This appropriation is inclusive of tax and is after deductions for debt establishments and overseas pension recoveries.</p>

Orphan's/Unsupported Child's Benefit (M63)

Scope of Appropriation

This appropriation is limited to the provision of income support for people charged with the responsibility for the care of a child whose parents are dead or cannot be located, or suffer a serious long-term disablement that renders them unable to care for the child, or where there has been a breakdown in the child's family. Paid in accordance with criteria set out in the Social Security Act 1964 and in relevant Welfare Programmes pursuant to it.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	144,165	142,065	148,356	156,319	165,731	175,418

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve social outcomes by providing income support to the principal caregivers of orphans and unsupported children.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Orphan's/Unsupported Child's Benefit under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Additional Financial Assistance for Carers Receiving Orphan's Benefit or Unsupported Child's Benefit	2013/14	7,277	7,376	7,466	7,466	7,466

Reasons for Change in Appropriation

Expenditure on Orphan's/Unsupported Child's Benefit is expected to rise between 2015/16 and 2019/20 because of an expected increase in the number of recipients and inflation adjustments to the payment rates.

Conditions on Use of Appropriation

Reference	Conditions
The Orphan's and Unsupported Child's Benefits are paid under sections 28, 29, 29A and 31 of the Social Security Act 1964 and under the Orphan's and Unsupported Child's Benefit (Additional Assistance Programme)	Orphan's Benefit and Unsupported Child's Benefit, and associated grants, are paid to a caregiver of a dependent child whose parent(s) cannot support them or care for them because the parents are dead, cannot be located, suffer a serious long-term disablement or there has been a breakdown in the child's family. The applicant must be likely to be the principal caregiver for at least one year from the date of application for the benefit. Both Benefits are not income-tested on the caregiver's income or assets but are on the child's income excluding the personal earnings of the child. Both Benefits are non-taxable payments.

Sole Parent Support (M63)

Scope of Appropriation

This appropriation is limited to the provision of means-tested income support for people who are eligible for Sole Parent Support as set out in the Social Security Act 1964 and delegated legislation made under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	1,163,217	1,150,717	1,199,351	1,188,800	1,189,638	1,195,067

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing means-tested income support to sole parents while they are caring for dependent children.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Sole Parent Support. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Children Living in Material Hardship	2015/16	26,979	107,253	106,540	106,761	106,761
Enhanced Use of Authoritative Data	2015/16	(5,568)	(11,138)	(27,843)	(27,843)	(27,843)
Next Steps to Implement the Sole Parent Tertiary-Welfare Interface Package	2015/16	(7,912)	(23,201)	(33,753)	(33,753)	(33,753)
Response to the Syrian Refugee Crisis: Implementation	2015/16	25	173	270	215	168

Reasons for Change in Appropriation

Expenditure on Sole Parent Support is expected to rise between 2015/16 and 2019/20 because of the impact of the Package for Children Living in Material Hardship and inflation adjustments to the payment rates. Partially offsetting this is an expected decline in the number of recipients.

Conditions on Use of Appropriation

Reference	Conditions
Sections 20A to 20H of the Social Security Act 1964	Sole Parent Support provides income support for sole parents with a dependent child younger than 14 years of age. Work preparation obligations usually apply to Sole Parent Support recipients with a child younger than five years of age. Part-time work obligations usually apply to Sole Parent Support recipients whose youngest child is aged five or older. The weekly amounts quoted are before Family Tax Credit payments. The benefit is income-tested. The appropriation is inclusive of tax and is after deductions for debt establishments and overseas pension recoveries.

Special Circumstance Assistance (M63)

Scope of Appropriation

This appropriation is limited to financial assistance to people in special circumstances and comprises the Clothing Allowance, and providing assistance for community costs, domestic violence and witness protection relocation, home help, social rehabilitation assistance, telephone costs paid in accordance with criteria set out in the Social Security Act 1964, and delegated legislation under that Act; and Civilian Amputees Assistance, paid in accordance with criteria set out in the Disabled Persons Community Welfare Act 1975.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	14,399	11,399	11,615	11,764	11,888	12,054

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve social outcomes by providing financial support to people to meet costs arising from special circumstances.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Special Circumstance Assistance under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Reasons for Change in Appropriation

Expenditure on Special Circumstance Assistance is expected to rise between 2015/16 and 2019/20 because of inflation adjustments to the payment rates and an expected increase in the number of recipients.

Conditions on Use of Appropriation

Reference	Conditions
Civilian Amputee Assistance is paid under a Ministerial arrangement under section 30 of the Disabled Persons Community Welfare Act 1975	The Civilian Amputees Assistance payment is made to assist people with travel, accommodation and other costs incurred when attending a limb centre.
Clothing Allowance is paid under section 154, and the Social Security (Long-Term Residential Care) Regulations 2005 pursuant to section 155 of the Social Security Act 1964	The Clothing Allowance is available to all recipients of a Residential Care Subsidy or Residential Care Loan. It is payable annually. This assistance is non-taxable.
Community Costs payments are paid under the Community Costs Programme pursuant to section 124(1)(d) of the Social Security Act 1964	The Community Costs payment assists people in certain short-term residential treatment programmes to help them to re-integrate into the community at the end of their treatment programme. This assistance helps clients to meet essential costs in the community that they are not able to meet from their personal allowances or other resources. This assistance is non-taxable and income and cash asset-tested.
Relocation Assistance is paid under the Domestic Violence and Witness Protection (Relocation) Programme 2001 pursuant to section 124(1)(d) of the Social Security Act 1964	Relocation Assistance may be paid as income support to victims of domestic violence and witness protection cases relocated overseas on the recommendation of the New Zealand Police. This assistance covers travel, set-up costs and living expenses and is non-taxable.
Home Help is paid under the Home Help Programme pursuant to section 124(1)(d) of the Social Security Act 1964	Home Help is available to families who require temporary part-time domestic help (such as housework, laundry and food preparation) because of a domestic emergency, multiple births or other reason (other than for age, ill health or disability-related reasons). This assistance is subject to a means test except in multiple birth cases. This assistance is non-taxable.
Social Rehabilitation Assistance is paid under the Social Rehabilitation Assistance Programme pursuant to section 124(1)(d) of the Social Security Act 1964	Social Rehabilitation Assistance provides financial assistance to help people in approved residential social rehabilitation programmes to pay the cost of their treatment or care in those programmes. Payment is made direct to the social rehabilitation provider. To be eligible a resident must receive an income-tested benefit, New Zealand Superannuation or Veterans' Pension and cannot receive Accommodation Supplement, Disability Allowance, Special Benefit or Temporary Additional Support at the same time. This assistance is non-taxable.
Telephone Costs Payment is paid under the Telephone Costs Payment programme pursuant to section 124(1)(d) of the Social Security Act 1964	The Telephone Costs Payment provides assistance with telephone rental costs to those people that received a Disability Allowance for telephone rental costs as at 31 March 1999. The rate of payment is adjusted so the Telephone Costs Payment plus any Disability Allowance payable does not exceed the maximum payment rate for Disability Allowance. These payments are non-taxable.

Student Allowances (M63)

Scope of Appropriation

This appropriation is limited to means-tested allowances for students on an approved study programme in accordance with the criteria established by the Student Allowance Regulations 1998; and payment of Student Allowance Transfer Grants to students with dependants in accordance with the criteria established by delegated legislation issued under the Social Security Act 1964.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	514,334	496,334	510,046	540,161	542,445	547,038

Components of the Appropriation

	2015/16		2016/17	2017/18	2018/19	2019/20
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Student Allowances	495,662	495,662	509,351	539,439	541,684	546,237
Student Allowance Transfer Grant	672,000	672,000	695,000	722,000	761,000	801,000
Supplementary Estimates Add-on	18,000	-	-	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing financial support to eligible students to undertake tertiary study.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Student Allowances under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Management of Student Support, excluding Student Loans appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Investing to Increase the Number of Engineering Graduates	2018/19	-	-	-	63	63
Response to the Syrian Refugee Crisis: Implementation	2016/17	-	626	913	457	228
Children Living in Material Hardship	2015/16	2,141	6,759	6,927	6,958	6,958
Maintain the Student Allowance Parental Income Threshold	2015/16	(82)	(1,345)	(4,915)	(7,632)	(7,632)
Next Steps to Implement the Sole Parent Tertiary-Welfare Interface Package	2015/16	15,939	39,199	55,043	55,043	55,043
Additional Medical Places	2014/15	117	198	282	282	282
Extending the Student Support Stand-Down Period for Permanent Residents	2014/15	(6,290)	(7,690)	(7,690)	(7,690)	(7,690)
Additional Flexibility for Highly Performing Private Training Establishments	2013/14	2,277	2,209	2,209	2,209	2,209
Continue 99-105% Tolerance Bands	2013/14	1,540	1,492	1,492	1,492	1,492
Reducing Student Allowances Eligibility for Students Aged 40 and Over	2013/14	(5,395)	(5,246)	(5,246)	(5,246)	(5,246)
Removing Student Allowances Eligibility for those Aged 65 and Over	2013/14	(2,731)	(2,956)	(2,956)	(2,956)	(2,956)
Supporting Better Public Services and the Business Growth Agenda within Vote Tertiary Education	2013/14	52	281	476	476	476

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Transfer and Return of 2012/13 Underspend in Vote Tertiary Education	2013/14	731	702	354	354	354
20 Additional Medical Places	2013/14	127	177	177	177	177
Removing Student Allowance Eligibility for Postgraduate Study and Long programmes	2012/13	(28,911)	(28,911)	(28,911)	(28,911)	(28,911)
Restricting Loans for Those in Default for One or More Years	2012/13	(391)	(391)	(391)	(391)	(391)

Reasons for Change in Appropriation

Expenditure on Student Allowances is expected to rise between 2015/16 and 2019/20 because of an expected increase in the number of recipients and inflation adjustments to the payment rates.

Conditions on Use of Appropriation

Reference	Conditions
Student Allowances are paid under the Student Allowances Regulations 1998	<p>Student Allowances are paid to assist eligible students with their living expenses while they undertake full-time study. This appropriation also includes accommodation benefit payable to Student Allowance recipients meeting certain criteria. A student is eligible for a Student Allowance if he or she is:</p> <ul style="list-style-type: none"> • a New Zealand citizen or permanent resident of New Zealand for at least two years • enrolled in a full time course/programme recognised for Student Allowance purposes by the Tertiary Education Commission, and • aged 18 or over if undertaking secondary or tertiary study (under certain circumstances 16-17 year old students may be eligible), and meets certain income tests. <p>The range of Student Allowance rates that students are paid vary according to living circumstances: eligibility for allowances payable to students aged under 24 years (previously 25 years) without supported children are dependent on the taxable income of both parents and include an "at home" or "away from home" rate depending on the student's living circumstances, Allowances payable to single students aged 24 years or over are not targeted on parental income and do include an "at home" or "away from home" rate depending on the student's living circumstances, and rates to sole parents with children are the same as for the Domestic Purposes Benefit. This Allowance is inclusive of taxation and is after deductions for debt establishments.</p>
Student Allowance Transfer Grant is paid under the Student Allowance Transfer Grant Programme pursuant to section 124(1)(d) of the Social Security Act 1964	<p>The Student Allowance Transfer Grant Programme pays a non-taxable amount to students with a dependant (spouse or child) who would otherwise suffer hardship during the stand-down period while transferring from a student allowance to a working-age benefit. The amount payable is equal to one week of the net benefit amount (after abatement) and after deducting any other payment made.</p>

Study Scholarships and Awards (M63)

Scope of Appropriation

This appropriation is limited to scholarships and awards to tertiary students awarded in accordance with Cabinet decisions; and Teach NZ Scholarships awarded in accordance with the Education Act 1989.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	18,910	18,910	19,167	19,167	19,167	19,167

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing financial support to eligible students to undertake tertiary study.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Student Allowances under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Management of Student Support, excluding Student Loans appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
TeachNZ Scholarships Reprioritisation	2012/13	(7,913)	(7,656)	(7,656)	(7,656)	(7,656)

Reasons for Change in Appropriation

TeachNZ Scholarships, and Scholarships and NQF/NCEA Awards are capped items. The increase in expenditure is due to an increase in the cap on TeachNZ scholarships from 2016/17.

Conditions on Use of Appropriation

Reference	Conditions
Scholarship and NQF/NCEA Awards are paid under Cabinet decisions	Scholarship and National Qualifications Framework (NQF)/National Certificate of Educational Achievement (NCEA) Awards provide non-taxable monetary recognition to high performing students for excellence in the New Zealand Scholarship examinations and NQF/NCEA results. To be eligible for the award a student must be enrolled in a course of tertiary study. The value and tenure of the awards depends on the type of award.
TeachNZ Scholarships are awarded under section 139E of the Education Act 1989	TeachNZ Scholarships assist with study to become an early childhood education teacher, a Māori medium teacher or a teacher of specific secondary school subjects. Scholarship recipients have fees paid, and full-time students receive an additional non-taxable allowance for costs. Scholarship recipients are bonded to teach in New Zealand for a period equivalent to the period of assistance, and may have all or part of their scholarship payments recovered as a Student Loan under section 307AC of the Education Act 1989 if the bond is breached.

Supported Living Payment (M63)

Scope of Appropriation

This appropriation is limited to the provision of means-tested income support for people who are eligible for Supported Living Payment as set out in the Social Security Act 1964 and delegated legislation made under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	1,532,017	1,523,917	1,514,521	1,492,930	1,509,229	1,528,765

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing income support to people who are permanently and severely restricted in their capacity to work, or who are giving full-time care at home to a person who would otherwise require hospital or similar care.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Supported Living Payment under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Children Living in Material Hardship	2015/16	4,014	16,182	16,449	16,749	16,749
Enhanced Use of Authoritative Data	2015/16	(6,407)	(12,814)	(32,033)	(32,033)	(32,033)
Response to the Syrian Refugee Crisis: Implementation	2015/16	40	266	415	330	258

Reasons for Change in Appropriation

Expenditure on Supported Living Payment is expected to rise between 2015/16 and 2019/20 because of inflation adjustments to the payment rates. Largely offsetting this are an expected decrease in the average payment per person (before inflation adjustments) and an expected decrease in the number of recipients.

Conditions on Use of Appropriation

Reference	Conditions
Sections 40B to 40K of the Social Security Act 1964, Section 77 (1) (b) of the Social Security Act 1964 and section 19 of the Social Welfare (Reciprocity Agreements, and New Zealand Artificial Limb Service) Act 1990	<p>Supported Living Payment is paid to people on medical or caring grounds.</p> <p>Supported Living Payment is paid on medical grounds to people aged 16 years or older who are medically assessed as having a permanent and severe sickness, injury or disability arising from accident or existing from birth (ie, one that will last for not less than two years, or is expected to be terminal within that period) that prevents them from regularly working 15 hours or more a week in open employment. They also qualify if they are totally blind.</p> <p>Includes payment of an additional allowance to recipients of Supported Living Payment in respect of their total blindness if they are employed in any occupation provided the person's total income from all sources does not exceed a specified amount.</p> <p>Supported Living Payment is paid on caring grounds to people who are caring full-time for someone other than their partner who would need hospital or similar care if not in this care. This is paid to people 19 years or older, or 18 if the applicant does not have a dependent child.</p> <p>The benefit is income-tested and subject to income abatement but all personal earnings of a totally blind person are excluded. Net weekly rates depend on age and family status. The weekly amounts quoted are before Family Tax Credit payments. This appropriation is inclusive of tax and is after deductions for debt establishments and overseas pension recoveries.</p> <p>This agreement allows New Zealand to make direct payments to recipients of Supported Living Payment for applications made after 1 July 2002. These payments are a function of the amount of time the recipient has lived in New Zealand and Australia.</p>

Transitional Assistance (M63)

Scope of Appropriation

This appropriation is limited to supplementary financial assistance to people who are adversely affected by changes in policy or legislation, so they will not be financially worse off at the point of change. This assistance is paid in accordance with criteria set out in the Social Security Act 1964 and delegated legislation under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	65	65	250	250	250	250

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing supplementary financial assistance to people who are adversely affected by changes in policy or legislation.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Transitional Assistance under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Reasons for Change in Appropriation

Expenditure on Transitional Assistance in 2015/16 reflects three months of expenditure to provide assistance to people who are unintentionally financially disadvantaged by the Package for Children Living in Material Hardship. From 2016/17, expenditure is higher as amounts are for the full year.

Conditions on Use of Appropriation

Reference	Conditions
Transitional Assistance is paid through delegated legislation under the Social Security Act 1964	The delegated legislation provides for financial assistance to people who are financially disadvantaged as an unintended consequence of the net effects of the Children Living in Material Hardship Package.

Veterans' Pension (M75)

Scope of Appropriation

This appropriation is limited to the provision of the Veterans' Pension, and lump sum payments upon the death of a qualifying veteran or a veteran's qualifying spouse or partner, to eligible veterans and their spouses, partners and dependent children, as set out in the Veterans' Support Act 2014 and delegated legislation made under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	187,844	186,044	177,452	167,972	159,503	150,973

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve social participation and independence for veterans by providing financial support.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Veterans' Pension under the War Pensions Act 1954 and the Veterans' Support Act 2014. Performance information relating to the administration of the payment is provided under the Processing and Payment of Veterans' Pensions appropriation.

Reasons for Change in Appropriation

Expenditure on Veterans' Pension is expected to fall between 2015/16 and 2019/20 because of an expected decrease in the number of recipients. Partly offsetting this are inflation and wage growth adjustments to the payment rates.

Conditions on Use of Appropriation

Reference	Conditions
Veterans' Pensions paid in accordance with the criteria set out in the Veteran's Support Act 2015.	Veterans' Pension is payable in the circumstances set out in the Veterans' Support Act 2015. This includes payment to ex-service personnel who served in the armed forces in a declared war or emergency, and have either: reached the qualifying age for New Zealand Superannuation and qualify Superannuation or who were entitled to receive a veterans' pension under the War Pensions Act 1954. A veteran can also be entitled to a pension if he or she was receiving a veterans' pension under the War Pensions Act 1954 by reason of infirmity and has not reached the New Zealand Superannuation qualification age, or if he or she were receiving a war disablement pension immediately before the commencement of Part 3 of Veterans' Support Act 2015. The rates of payment are the same as for New Zealand Superannuation. The spouses of deceased Veterans' Pension recipients continue to receive it if entitled under the Veterans' Support Act 2015.

Work Assistance (M63)

Scope of Appropriation

This appropriation is limited to the provision of payments to beneficiaries, low income earners, students and ex beneficiaries, who meet certain criteria set out in delegated legislation under the Social Security Act 1964, to assist them to obtain and maintain employment.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	4,066	3,616	3,768	3,793	3,859	3,934

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing financial support to people who are transitioning or have recently transitioned into employment to sustain their employment.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Work Assistance under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Reasons for Change in Appropriation

Expenditure on Work Assistance is expected to rise between 2015/16 and 2019/20 because of an expected increase in take up of the Work Bonus payment. Also contributing to the rise are inflation adjustments to the payment rates.

Conditions on Use of Appropriation

Reference	Conditions
New Employment Transition Grants are paid under the New Employment Transition Grant Programme pursuant to section 124(1)(d) of the Social Security Act 1964	New Employment Transition Grants provide payments to clients with a dependent child or children during the first six months that their benefit is stopped due to gaining employment. A payment can be made when the client is unable to work because they, their partner or dependent children become sick or because of a breakdown in childcare arrangements. Payments are non-taxable and non-recoverable.
Employment Transition Assistance is paid under the Employment Transition Programme pursuant to section 124(1)(d) of the Social Security Act 1964	The Employment Transition Assistance pays assistance to former Supported Living Payment - sickness, injury, or disability recipients who have completed an Employment Trial (this is when a person on Supported Living Payment can work 15 hours or more in open employment for an agreed period of up to six months without losing eligibility to Supported Living Payment) and who would otherwise experience a drop in income when they lose eligibility to Supported Living Payment at the end of the trial. The Assistance is non-taxable.
Seasonal Work Assistance Programme is paid under the Seasonal Work Assistance Programme pursuant to sections 5 and 124(1)(d) of the Social Security Act 1964	Seasonal Work Assistance provides assistance to people who left benefit to take up seasonal horticultural work and who cannot work and lose income due to adverse weather conditions. It pays a non-taxable weekly amount up to the net income lost for the week, subject to a maximum that depends on the client's family circumstances. The Assistance is non-taxable.
Work Bonus is paid under the Work Bonus Programme pursuant to sections 5 and 124(1)(d) of the Social Security Act 1964	Work Bonus provides a non-recoverable financial incentive to people who leave benefit for paid employment. It is an entitlement available to qualifying recipients of Sole Parent Support who do not have work-test obligations and Supported Living Payment on grounds of sickness, injury, disability or total blindness, and Emergency Benefit analogous to either of these two benefits. The Work Bonus incentive is non-taxable.

Youth Payment and Young Parent Payment (M63)

Scope of Appropriation

This appropriation is limited to the provision of income support and incentive payments for people aged 16, 17 or 18 years who are currently unemployed but are in or available for full-time education, training or work-based learning and where it is inappropriate for them to obtain financial support from their parents, and 16, 17, 18 and 19 year old parents who are currently unemployed but are in or available for full-time education, training or work-based learning. Paid in accordance with criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.

Expenses

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	42,635	41,035	41,785	42,052	42,146	42,543

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing income support and incentive payments to young people and young parents.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Youth Payment and Young Parent Payment under the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Children Living in Material Hardship	2015/16	534	2,241	2,275	2,284	2,284
Enhanced Use of Authoritative Data	2015/16	(176)	(352)	(880)	(880)	(880)
Youth Package - Young Parent Payment, Youth Payment and \$10 Incentive Payments	2012/12	46,057	46,057	46,057	46,057	46,057

Reasons for Change in Appropriation

Expenditure on Youth Payment and Young Parent Payment is expected to rise between 2015/16 and 2019/20 because of inflation adjustments to the payment rates and the impact of the Package for Children Living in Material Hardship. Partly offsetting this is an expected decrease in the number of recipients.

Conditions on Use of Appropriation

Reference	Conditions
Youth Payment and Young Parent Payment are paid under the applicable sections of the Social Security Act 1964	<p>Youth Payment provides support to unemployed 16-18 year olds who are in or available for full-time education, training or work-based learning, where it is inappropriate for them to obtain financial support from their parents or they are married, in a civil union or a de facto relationship.</p> <p>Young Parent Payment provides support to unemployed 18 and 19 year old parents who are in or available for full-time education, training or work-based learning, and 16 and 17 year old parents who are in or available for full-time education, training or work-based learning, where it is inappropriate for them to obtain financial support from their parents or they are married, in a civil union or a de facto relationship.</p> <p>In addition to the obligation to be in or available for full-time education, training or work-based learning, Youth Payment and Young Parent Payment recipients have an obligation to participate in budgeting activities. Young Parent Payment recipients have an additional obligation to participate in a parenting programme, to enrol their children with a Primary Healthcare Organisation, to keep their children under 5 up to date with Well Child checks and to use suitable childcare while they participate in education, training, work-based learning or part-time work.</p> <p>These Payments are taxable and are after deductions for debt establishments.</p> <p>The Young Parent and Youth Payments can include the payment of additional \$10 weekly incentive payments for meeting education and training, budgeting and parenting obligations. The incentive payments are non-taxable.</p>

3.4 - Non-Departmental Other Expenses

Debt Write-downs (M63)

Scope of Appropriation

This appropriation is limited to the provision for write-downs of Crown debt administered by the Ministry of Social Development due to debt write offs or debt provisions resulting from the need to value debt in accordance with generally accepted accounting practice.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	75,825	75,825	74,999

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve accurate valuations of outstanding debt in accordance with generally accepted accounting practice.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this is a technical accounting appropriation solely to record the amount of debt write-downs and provisions for debt write-down resulting from the need to value the amount of outstanding debt in accordance with generally accepted accounting practice.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Social Housing Reform: Implementing the Transfer of Needs Assessment Functions	2013/14	8,000	8,000	8,000	8,000	8,000
Welfare Reform Phase Two - Pre-Employment Drug Testing Costs	2013/14	161	161	161	161	161
Restricting Loans for People Aged 55 and Over to Tuition Fees Only	2012/13	(14,927)	(14,927)	(14,927)	(14,927)	(14,927)
Restricting Loans for Those in Default for One or More Years	2012/13	(3,145)	(3,145)	(3,145)	(3,145)	(3,145)

Reasons for Change in Appropriation

This appropriation has decreased by \$826,000 to \$74.999 million in 2016/17. This decrease relates to a change in the level of outstanding debt and the rates used to calculate the debt write-down provision.

Extraordinary Care Fund (M63)

Scope of Appropriation

This appropriation is limited to providing financial assistance to carers receiving the Orphan's Benefit or Unsupported Child's Benefit to assist with costs for children in their care who are either experiencing difficulties that significantly impact on their development, or who are showing promise.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,108	3,108	2,308

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve more children in care reaching their full potential.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(iii) of the PFA as the amount of this annual appropriation for a Non-departmental Output Expense is less than \$5 million.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Additional Financial Assistance for Carers Receiving Orphan's Benefit or Unsupported Child's benefit	2014/15	2,475	2,475	2,475	2,475	2,475

Reasons for Change in Appropriation

This appropriation decreased by \$800,000 to \$2.308 million in 2016/17. This was due to a one-off funding transfer from 2014/15 to 2015/16 for an increase in applications in 2015/16.

Out of School Care Programmes (M63)

Scope of Appropriation

This appropriation is limited to the provision of assistance to Child, Youth and Family-approved Out of School Care and Recreation programmes to assist with the establishment and/or operating costs of OSCAR programmes.

Expenses

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	19,045	19,045	19,410

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve increased opportunities for parents and caregivers to gain and sustain employment.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The number of children aged 5-14 years participating in funded OSCAR programmes will be no less than	40,000	47,000	45,000

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister for Social Development in the Vote Social Development Non-Departmental Appropriations Report.

Service Providers

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Reporting to the House	Expiry of Resourcing Commitment
Schools Out Limited	444	444	Contract under negotiation	See above	Contracts reviewed annually
Young Men's Christian Association of Auckland Inc.	435	435	Contract under negotiation	See above	Contracts reviewed annually
Auckland Council	300	300	Contract under negotiation	See above	Contracts reviewed annually
The Young Men's Christian Association of Greater Wellington Inc.	243	243	Contract under negotiation	See above	Contracts reviewed annually
GHB Consultants Limited	215	215	Contract under negotiation	See above	Contracts reviewed annually
Other providers (approximately 613 providers with funding from \$1,500 to \$157,000)	17,408	17,408	Contract under negotiation	See above	Contracts reviewed annually
Total	19,045	19,045	19,410		

The table presents the top five service providers who have funding arrangements with the Ministry of Social Development under this output as at 6 April 2016.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Children in Material Hardship	2015/16	100	400	400	400	400
Out of School Care and Recreational (Oscar) Subsidy	2014/15	2,042	2,107	2,170	2,236	2,236

Reasons for Change in Appropriation

This appropriation increased by \$365,000 to \$19.410 million in 2016/17 due to an increase in funding levels for:

- Children in Material Hardship: \$300,000, and
- Out of School Care and Recreational (Oscar) Subsidy: \$65,000.

3.5 - Non-Departmental Capital Expenditure

Recoverable Assistance (M63)

Scope of Appropriation

This appropriation is limited to recoverable assistance payments, as a facility for low-income earners and beneficiaries to access means-tested assistance to help them to meet essential and immediate needs, or costs in specific circumstances, and to meet costs of pre-employment drug tests, in accordance with criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.

Capital Expenditure

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	150,159	146,159	147,256	147,820	148,987	151,879

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing recoverable financial support to, or in respect of, people in financial hardship in specific circumstances.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for recoverable assistance payments as a facility for low-income earners and beneficiaries to access means-tested assistance in accordance with criteria set out in the Social Security Act 1964. Performance information relating to the administration of the payment is provided under the Improved Employment and Social Outcomes Support MCA and the Collection of Balances Owed by Former Clients and Non-Beneficiaries appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Welfare Reform Phase Two - Pre-Employment Drug Testing Costs	2013/14	402	402	402	402	402

Reasons for Change in Appropriation

Expenditure on Recoverable Assistance is expected to rise between 2015/16 and 2019/20 because of an increase in the average amount paid per grant.

Conditions on Use of Appropriation

Reference	Conditions
Payments are made under the Welfare Programme for Recoverable Assistance for Non-Beneficiaries, and relevant parts of the Welfare Programme for Special Needs Grants, both pursuant to section 124(1)d) of the Social Security Act 1964, the Ministerial Direction for Advance Payment of Benefits pursuant to section 5 of the Social Security Act 1964; and the Welfare Programme for DPB Sole Parent Study Assistance pursuant to both sections 5 and 124 (10)(d) of the Social Security Act 1964	The Social Security Act 1964 regulates access to Recoverable Assistance. The types of assistance include: <ul style="list-style-type: none"> • Recoverable Advance Payment of Benefit. • Recoverable Special Needs Grants including DPB Sole Parent Study Assistance. • Recoverable Assistance Programme.
Sections 88A, 102A-102E and 122A of Social Security Act 1964	The Social Security Act 1964 requires work-tested beneficiaries to pass pre-employment or pre-training drug tests required by a prospective employer or training course. Third parties can be reimbursed for drug-tests.

Student Loans (M57)

Scope of Appropriation

This appropriation is limited to loans to tertiary students undertaking studies at approved tertiary institutions in accordance with Cabinet decisions.

Capital Expenditure

	2015/16		2016/17	2017/18	2018/19	2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	1,682,736	1,637,736	1,682,436	1,717,447	1,724,425	1,752,176

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve employment and social outcomes by providing financial support to eligible students to undertake tertiary study.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s.15D(2)(b)(ii) of the PFA, as additional performance information is unlikely to be informative because this appropriation is solely for payments of Student Loans. Performance information relating to the administration of the Loans is provided under the Management of Student Loans appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Annual Maximum Fee Movement for 2017 and 2018	2016/17	-	3,130	6,133	6,736	6,978
Response to the Syrian Refugee Crisis: Implementation	2016/17	-	96	140	70	35
Delivering support to graduate-entry students affected by the 7 EFTS Limit	2015/16	82	898	1,275	1,548	1,002
Investing to Increase the Number of Engineering Graduates	2015/16	50	57	187	879	879
Maintain the Student Allowance Parental Income Threshold	2015/16	63	1,023	3,739	5,806	5,806
Set the Annual Maximum Fee Movement at 3% for 2016	2015/16	(8,941)	(11,235)	(11,717)	(12,149)	(12,149)
Additional Medical Places	2014/15	916	1,464	2,277	2,277	2,277
Extending the Student Support Stand-Down Period for Permanent Residents	2014/15	(7,831)	(13,176)	(13,176)	(13,176)	(13,176)
Fixing a 4% Annual Maximum Fee Movement in 2015 and 2016	2014/15	32,659	32,659	32,659	32,659	32,659
Additional Flexibility for Highly Performing Private Training Establishments	2013/14	12,271	12,689	12,689	12,689	12,689
Continue 99-105% Tolerance Bands	2013/14	5,443	5,484	5,484	5,484	5,484
Reducing Student Allowance Eligibility for Students Aged 40 and Over	2013/14	(546)	(627)	(627)	(627)	(627)
Supporting Better Public Services and the Business Growth Agenda within Vote Tertiary Education	2013/14	2,462	3,805	4,496	4,496	4,496
Transfer and Return of 2012/13 Underspends in Vote Tertiary Education	2013/14	2,835	2,869	735	735	-
20 Additional Medical Places	2013/14	831	1,294	1,294	1,294	1,294
Expanding Fee-Free Youth Guarantee (YG) Tertiary Places	2012/13	(21,079)	(21,079)	(21,079)	(21,079)	(21,079)
No CPI Adjustments to Student Allowance Parental Income Thresholds for 4 Years	2012/13	6,029	6,029	6,029	6,029	6,029
Setting a 2 Equivalent Full-Time Student (EFTS) Student Loan Borrowing Limit	2012/13	(64)	(64)	(64)	(64)	(64)
Removing Student Allowance Eligibility for Postgraduates Study & Long Programmes	2012/13	19,885	19,885	19,885	19,885	19,885
Repealing the Student Loan Voluntary Repayment Bonus	2012/13	(17,039)	(17,039)	(17,039)	(17,039)	(17,039)
Restricting Loans for People Aged 55 and Over to Tuition Fees Only	2012/13	(17,917)	(17,917)	(17,917)	(17,917)	(17,917)
Restricting Loans for Those in Default for One or More Years	2012/13	(6,148)	(6,148)	(6,148)	(6,148)	(6,148)

Reasons for Change in Appropriation

Expenditure on Student Loans is expected to rise between 2015/16 and 2019/20 because of an increase in the average loan amount paid. Partly offsetting this is an expected decline in the number of recipients.

Conditions on Use of Appropriation

Reference	Conditions
Student Loans Scheme Act 2011	The Student Loan Scheme Act 2011 provides for the collection of Student Loan repayment and Bonded Scholarships.

Part 4 - Details of Multi-Category Expenses and Capital Expenditure

Multi-Category Expenses and Capital Expenditure

Improved Employment and Social Outcomes Support (M63)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to operate the benefit system and associated interventions in such a way as to improve client outcomes (employment and social) by moving them closer to independence, with a focus on those at risk of long term benefit receipt.

Scope of Appropriation

Departmental Output Expenses

Administering Income Support

This category is limited to assessing, paying, reviewing entitlements and collecting balances owed by clients for income support, supplementary assistance, grants and allowances.

Improving Employment Outcomes

This category is limited to providing specified assistance, including services provided in accordance with criteria set out in delegated legislation under the Social Security Act 1964, to support people who are receiving or likely to receive working age benefits or youth support payments and are work ready to move into sustainable employment.

Improving Work Readiness Outcomes

This category is limited to providing services, including services provided in accordance with criteria set out in delegated legislation under the Social Security Act 1964, to address barriers to employment (such as literacy, numeracy, health, skills, drug or alcohol use, confidence and motivation) for people who are receiving or likely to receive working age benefits or youth support payments so that they become work ready.

Expenses, Revenue and Capital Expenditure

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	678,899	673,899	664,779
Departmental Output Expenses			
Administering Income Support	307,471	302,471	276,500
Improving Employment Outcomes	295,719	295,719	299,240
Improving Work Readiness Outcomes	75,709	75,709	89,039
Funding for Departmental Output Expenses			
Revenue from the Crown	676,299	676,299	662,179
Administering Income Support	304,871	304,871	273,900
Improving Employment Outcomes	295,719	295,719	299,240
Improving Work Readiness Outcomes	75,709	75,709	89,039
Revenue from Others	2,600	2,600	2,600
Administering Income Support	2,600	2,600	2,600

What is Intended to be Achieved with this Appropriation

The appropriation is intended to achieve a reduction in long-term welfare dependency.

How Performance will be Assessed for this Appropriation

Performance will be assessed by:

- a reduction in the total number of people receiving benefit by 25%, from 295,000 in June 2014 to 220,000 by June 2018, and
- a reduction in the long-term cost of benefit dependency by \$13 billion as measured by an accumulated Actuarial Release (Note 1) by June 2018.

Note 1 - 'Actuarial Release' is defined as the difference between a current and previous estimate of the liability. The measure attempts to isolate the impact of collective government management on beneficiary numbers. Adjustments are made to remove the impact of interest and inflation rate changes on the liability and other factors beyond the control of management.

What is Intended to be Achieved with each Category and How Performance will be Assessed

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Departmental Output Expenses			
Administering Income Support			
The category is intended to achieve accurate and efficient operation of the benefit system so that the correct amount is paid to the correct people on time.			
The proportion of benefit entitlement assessments completed accurately will be no less than	90%	91%	90%
The proportion of benefit entitlement assessments completed within five working days will be no less than	90%	90%	90%
Improving Employment Outcomes			
This category is intended to achieve an increase in the number of people (from those who are currently receiving or are likely to receive working-age benefits and are work ready) moving into sustainable employment.			
The proportion of clients with full-time work obligations who remain independent of benefit for at least 26 weeks will be no less than	60%	65%	60%
The proportion of clients with full-time work obligations who are engaged will be no less than	80%	88%	80%
The proportion of clients who are not on a main benefit eight weeks following completion of an employment intervention programme will be no less than	50%	51%	50%
Improving Work Readiness Outcomes			
This category is intended to achieve a substantial reduction in barriers to employment so that people who are receiving or are likely to receive working-age benefits can become work ready.			
The proportion of clients with part-time, preparation or deferred obligations who remain independent of benefit for at least 26 weeks will be no less than	60%	63%	60%

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The proportion of clients with part-time, preparation or deferred work obligations who are engaged will be no less than	70%	74%	70%
The proportion of clients who are not on a main benefit 16 weeks after completing a work readiness intervention will be no less than	35%	35%	35%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Departmental Output Expenses						
<i>Administering Income Support</i>						
Additional Investment In MSD's Capital Base	2016/17	-	648	1,656	2,016	2,016
Ensuring the Safety of Our Employees	2016/17	-	3,751	2,574	463	463
Extension of Temporary Accommodation Assistance	2016/17	-	537	233	-	-
Move Payback of Brought Forward Funding for the Simplification programme of work	2016/17	-	9,000	-	-	(9,000)
Allocation of Baseline Contributions Across Agencies for the Budget 2015 System Package	2015/16	(1,426)	(1,426)	(1,426)	(1,426)	(1,035)
Children Living in Material Hardship	2015/16	8,350	6,872	3,618	3,618	3,618
Next Steps to Implement the Sole Parent Tertiary-Welfare Interface Package	2015/16	(126)	(329)	(481)	(481)	(481)
Security Response Programme	2015/16	3,516	-	-	-	-
Canterbury Earthquake Temporary Accommodation Service (CETAS)	2014/15	1,010	-	-	-	-
Simplification: Implementing Client-centred Transactional Services	2014/15	29,700	(9,000)	(13,500)	(13,600)	(13,600)
Additional Financial Assistance for Carers Receiving Orphan's Benefit or Unsupported Child's Benefit	2013/14	114	114	114	114	114
<i>Improving Employment Outcomes</i>						
Achieving Better Public Service Result Area 1	2016/17	-	11,651	11,566	11,566	6,500
Ensuring the Safety of Our Employees	2016/17	-	1,929	1,324	238	238
Future of the Social Sector Trials beyond 30 June 2016	2016/17	-	(33)	-	-	-
Achieving the Better Public Services Result (BPS) 1 Target	2015/16	8,500	-	-	-	-
Response to the Syrian Refugee Crisis: Implementation	2015/16	334	836	836	-	-
Security Response Programme	2015/16	1,808	-	-	-	-
Improving Outcomes and Managing the Liability (Investment Approach)	2014/15	25,000	25,000	25,000	25,000	25,000

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
<i>Improving Work Readiness Outcomes</i>						
Achieving Better Public Service Result Area 1	2016/17	-	3,000	3,000	3,000	-
Ensuring the Safety of Our Employees	2016/17	-	63	43	8	8
Extending The Youth Service to 18 and 19 Year-Olds	2016/17	-	10,326	10,517	10,286	10,286
Limited Service Volunteer Scheme	2015/16	3,860	3,860	3,860	3,860	3,860
Security Response Programme	2015/16	59	-	-	-	-

Reasons for Change in Appropriation

This appropriation has decreased by \$14.120 million in 2016/17 to \$664.779 million mainly due to:

Funding levels decrease for:

- Simplification: Implementing Client-centred Transactional Services: \$29.700 million
- Children Living in Material Hardship: \$1.478 million
- Canterbury Earthquake Temporary Accommodation Service (CETAS): \$1.010 million
- one-off funding in 2015/16 only for Achieving the Better Public Services Result (BPS) 1 Target: \$8.500 million and Security Response Programme: \$5.383 million.

The above offset by:

- new funding in 2016/17 for Ensuring the Safety of Our Employees: \$5.743 million
- Achieving Better Public Service Result Area 1: \$14.651 million
- Extending the Youth Service to 18 and 19 years-olds: \$10.326 million
- additional investment in MSD's capital base: \$648,000
- response to the Syrian Refugee Crisis: Implementation: \$502,000.

Independent Advice on Government Priority Areas (M63)

Overarching Purpose Statement

The overarching purpose of this appropriation is to provide independent advice to the Minister for Social Development for discharging decision-making responsibilities.

Scope of Appropriation

Non-Departmental Output Expenses

Other Advice

This category is limited to the procurement of other advice (including advice on operational matters; advice from expert parties that provide review services not available in-house; advice on matters where a review is necessary but cannot be undertaken due to a conflict of interest; and advice on procurement to ensure value for money) on government priority areas.

Policy Advice

This category is limited to the provision of independent advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by Ministers on government priority areas.

Expenses, Revenue and Capital Expenditure

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	538	538	538
Non-Departmental Output Expenses			
Other Advice	269	269	269
Policy Advice	269	269	269

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve effective and efficient independent advice and expertise on policy and operational issues to support the Minister for Social Development's decision-making responsibilities.

How Performance will be Assessed for this Appropriation

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
An exemption was granted under s.15D(2)(b)(iii) of the PFA as the amount of this annual appropriation for a Non-departmental output expense is less than \$5 million	Exempted	Exempted	Exempted

What is Intended to be Achieved with each Category and How Performance will be Assessed

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Output Expenses			
Other Advice			
This category is intended to achieve effective and efficient independent expertise, advice and assurance, other than policy advice, to support the Minister's portfolio and decision-making responsibilities.			
An exemption was granted under s.15D(2)(b)(iii) of the PFA as the amount of this annual appropriation for a Non-departmental output expense is less than \$5 million.	Exempted	Exempted	Exempted
Policy Advice			
The category is intended to achieve effective and efficient independent policy advice and second opinion advice to support the Minister's portfolio and decision-making responsibilities.			
An exemption was granted under s.15D(2)(b)(iii) of the PFA as the amount of this annual appropriation for a Non-departmental output expense is less than \$5 million.	Exempted	Exempted	Exempted

End of Year Performance Reporting

An exemption was granted under s.15D(2)(b)(iii) of the PFA as the amount of this annual appropriation for a Non-departmental output expense is less than \$5 million.

Partnering for Youth Development (M77)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to improve outcomes for young people through youth development opportunities.

Scope of Appropriation

Departmental Output Expenses

Administering Youth Development

This category is limited to generating, funding and promoting youth development opportunities.

Non-Departmental Output Expenses

Increasing Youth Development Opportunities

This category is limited to purchasing youth development opportunities.

Expenses, Revenue and Capital Expenditure

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	10,515
Departmental Output Expenses			
Administering Youth Development	-	-	2,312
Non-Departmental Output Expenses			
Increasing Youth Development Opportunities	-	-	8,203
Funding for Departmental Output Expenses			
Revenue from the Crown	-	-	2,312
Administering Youth Development	-	-	2,312

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Social Development: Departmental Output Expense: Youth Development	2,932	2,932	-
Vote Social Development: Non-Departmental Output Expense: Services for Young People	8,594	8,594	-
Vote Social Development: Non-Departmental Output Expense: Youth Development Partnership Fund	439	439	-
Total	11,965	11,965	10,515

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an improvement in the capability and resilience of young people.

How Performance will be Assessed for this Appropriation

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The percentage of participants who report they have improved their capability and resilience through completion of a youth development opportunity will be between	New measure for 2016/17	New measure for 2016/17	80-85%

What is Intended to be Achieved with each Category and How Performance will be Assessed

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Departmental Output Expenses			
Administering Youth Development			
This category is intended to achieve an increase in youth development opportunities for all young people, particularly those from disadvantaged backgrounds.			
The number of purchased youth development opportunities will be no less than	New measure for 2016/17	New measure for 2016/17	60,000
The percentage of total funding for youth development opportunities targeted at young people from disadvantaged backgrounds will be no less than	New measure for 2016/17	New measure for 2016/17	30%
Non-Departmental Output Expenses			
Increasing Youth Development Opportunities			
This category is intended to achieve an improvement in the personal, social and decision-making skills of young people through completion of youth development opportunities.			
The percentage of participants who report an improvement in their personal, social and decision-making skills through completion of a youth development opportunity will be between	New measure for 2016/17	New measure for 2016/17	80-85%
The percentage of total youth development opportunities created in partnership with the business and philanthropic sector will be no less than	New measure for 2016/17	New measure for 2016/17	10%

Service Providers for the Multi-Category Appropriation

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Expiry of Resourcing Commitment
Increasing Youth Development Opportunities				
Foundation for Youth Development	460	460	-	Contracts reviewed annually
The Malcolm Charitable Trust	364	364	-	Contracts reviewed annually
Young Enterprise Trust	322	322	-	Contracts reviewed annually
Hutt Valley Youth Health Trust	295	295	-	Contracts reviewed annually
Te Whanganui A Tara Youth Development Trust	270	270	-	Contracts reviewed annually
The Youth One Stop Shop Incorporated	270	270	-	Contracts reviewed annually
Kapiti Youth Support	270	270	-	Contracts reviewed annually
Other Providers (approximately 124 providers with funding levels from \$2,000 to \$257,000)	6,343	6,343	-	Contracts reviewed annually
Total - Increasing Youth Development Opportunities	8,594	8,594	8,203	

The table above presents the top seven service providers who have funding arrangements with the Ministry of Social Development under Non-department output expenses: Services for Young People in year 2015/16 as

at 10 March 2016. Non-department output expenses: Services for Young People is replaced by Partnering for Youth Development MCA Increasing Youth Development Opportunities category from 2016/17.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Administering Youth Development						
Establishing Partnering for Youth Development MCA	2016/17	-	2,312	2,312	2,312	2,312
Increasing Youth Development Opportunities						
Establishing Partnering for Youth Development MCA	2016/17	-	7,753	6,753	6,753	6,753

Reasons for Change in Appropriation

This is a newly established appropriation in 2016/17. The appropriation has decreased by \$1.450 million to \$10.515 million when compared to the restructured comparator of 2015/16. This decrease is mainly due to:

- transferring Youth One Stop Shops funding of \$2.350 million to the Non-departmental output expense, Strong Families and Connected Communities in 2016/17.

The above offset by:

- transfer of the underspend in the Youth Development Partnership Fund appropriation of \$450,000 from 2015/16 to 2016/17.

Social Housing Outcomes Support (M37)

Overarching Purpose Statement

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 housing, and to move those who are capable of housing independence closer towards that.

Scope of Appropriation

Departmental Output Expenses

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.

Non-Departmental Other Expenses

Housing Support Package

This category 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.

Expenses, Revenue and Capital Expenditure

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	30,066	30,066	32,690
Departmental Output Expenses			
Services to Support People to Access Accommodation	28,266	28,266	30,090
Non-Departmental Other Expenses			
Housing Support Package	1,800	1,800	2,600
Funding for Departmental Output Expenses			
Revenue from the Crown	28,266	28,266	30,090
Services to Support People to Access Accommodation	28,266	28,266	30,090

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve housing assessments and placement on the housing register for people with a housing need, and provision of support to those who are capable to be independent of social housing over the longer term.

How Performance will be Assessed for this Appropriation

Performance will be assessed by using a future social housing valuation to track the key drivers of the valuation, identify variances in trends projected from the valuation, and show how the management of the social housing system is influencing movements in the future valuation.

What is Intended to be Achieved with each Category and How Performance will be Assessed

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Departmental Output Expenses			
Services to Support People to Access Accommodation			
This category is intended to achieve accurate and efficient operation of the social housing register so that more people who are eligible for social housing have their housing needs met, and those who are capable of housing independence move closer towards that.			
The percentage of Income-Related Rent assessments (for tenants with verified income) that are calculated accurately will be no less than	90%	97%	90%
The proportion of housing needs assessments completed within five working days will be no less than	90%	91%	90%

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Other Expenses			
Housing Support Package			
This category is intended to achieve more people transitioning from social housing to housing independence to ensure that social housing is available for households with the greater housing need.			
An exemption was granted under s.15D(2)(b)(iii) of the PFA as the amount of this annual appropriation for a Non-departmental output expense is less than \$5 million	Exempted	Exempted	Exempted

Service Providers for the Multi-Category Appropriation

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Expiry of Resourcing Commitment
Housing Support Package				
Various tenants	1,800	1,800	2,600	30/06/2016
Total - Housing Support Package	1,800	1,800	2,600	

The provision of incentives, products and services is to help households with lower housing need who are in, or seeking social housing, to access or retain alternative housing solutions

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Departmental Output Expenses						
<i>Services to Support People to Access Accommodation</i>						
Delivering the Social Housing Reform Programme: Additional Resource for the Ministry of Social Development	2016/17	-	3,700	-	-	-
Ensuring the Safety of Our Employees	2016/17	-	228	158	28	28
Social Housing - Emergency Housing	2016/17	-	950	50	-	-
Security Response Programme	2015/16	214	-	-	-	-
Social Housing Reform Programme	2015/16	7,088	6,644	5,009	5,009	5,009

Reasons for Change in Appropriation

This appropriation increased by \$2.624 million to \$32.690 million in 2016/17 mainly due to:

- Social Housing - 2016/17 Resources for the Ministry of Social Development: \$3.700 million
- Funding for Social Housing Emergency Housing: \$950,000
- Ensuring the Safety of Our Employees: \$228,000.

The above offset by:

- one-off transfer of funds in 2015/16 from the Non-departmental output expense, Part Payment of Rent to Social Housing Providers: \$1.200 million
- change in funding levels for the transfer of Social Housing Needs Assessment from Housing New Zealand (Budget 2014): \$1.373 million.

Social Housing Purchasing (M37)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to secure and purchase social housing tenancies for those who are eligible.

Scope of Appropriation

Non-Departmental Output Expenses

Part Payment of Rent to Social Housing Providers

This category is limited to the part purchase of tenancies from social housing providers.

Services Related to the Provision of Social Housing

This category is limited to the provision of services related to the provision of social housing by a social housing provider.

Non-Departmental Other Expenses

Support for the Provision of Social Housing Supply

This category is limited to providing support to secure access to properties for social housing providers to use for social housing tenancies.

Expenses, Revenue and Capital Expenditure

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	840,470
Non-Departmental Output Expenses			
Part Payment of Rent to Social Housing Providers	-	-	826,520
Services Related to the Provision of Social Housing	-	-	400
Non-Departmental Other Expenses			
Support for the Provision of Social Housing Supply	-	-	13,550

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote: Social Development: Non-Departmental Output Expenses: Part Payment of Rent to Social Housing Providers	766,141	766,141	-
Vote: Social Development: Non-Departmental Other Expenses: Support for the Provision of Social Housing Supply	20,000	20,000	-
Vote: Social Development: Non-Departmental Output Expenses: Part Payment of Rent to Social Housing Providers category of Social Housing Purchasing MCA	-	-	826,520
Vote: Social Development: Non-Departmental Output Expenses: Services Related to the Provision of Social Housing category of Social Housing Purchasing MCA	-	-	400
Vote: Social Development: Non-Departmental Other Expenses: Support for the Provision of Social Housing Supply category of Social Housing Purchasing MCA	-	-	13,550
Total	786,141	786,141	840,470

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve better access to social housing places through the provision of payments to secure access to properties for social housing providers and the part-purchase of social housing tenancies from social housing providers.

How Performance will be Assessed for this Appropriation

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
The number of social housing places delivered by social housing providers will be no less than	New measure for 2016/17	New measure for 2016/17	60,000

What is Intended to be Achieved with each Category and How Performance will be Assessed

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Output Expenses			
Part Payment of Rent to Social Housing Providers			
This category is intended to achieve an increase in social housing support for eligible people through the payment of income-related rent subsidy.			
The number of recipients of income-related rent subsidy will be no less than (see Note 1)	58,000	60,260	60,000
The number of income-related rent tenancies provided by community housing providers will be no less than	150	370	2,900

Assessment of Performance	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Services Related to the Provision of Social Housing			
This category is intended to achieve continuity of support for social housing tenants who previously had the cost of water rate charges paid for.			
An exemption was granted under s.15D(2)(b)(iii) of the PFA as the amount of this annual appropriation for a non-departmental output expense is less than \$5 million	Exempted	Exempted	Exempted
Non-Departmental Other Expenses			
Support for the Provision of Social Housing Supply			
This category is intended to achieve an increase in social housing places through the provision of payments to secure access to properties for social housing providers.			
The number of social housing places contracted from community housing providers will be no less than	New measure for 2016/17	New measure for 2016/17	175
The number of social housing places delivered by community housing providers will be no less than	New measure for 2016/17	New measure for 2016/17	100

Note 1 - Based on current expectations of housing stock availability.

Service Providers for the Multi-Category Appropriation

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Expiry of Resourcing Commitment
Part Payment of Rent to Social Housing Providers				
Housing New Zealand	750,000	750,000	740,000	On-going funding subject to approved tenancies
Tamaki Housing Association	10,000	10,000	44,000	On-going funding subject to approved tenancies
Community of Refuge Trust	900	900	1,000	On-going funding subject to approved tenancies
Accessible Properties New Zealand Limited	715	715	1,000	On-going funding subject to approved tenancies
VisionWest Community Trust	500	500	600	On-going funding subject to approved tenancies
Other Providers (approximately 22 providers with funding levels from \$10,000 to \$470,000)	4,026	4,026	39,920	On-going funding subject to approved tenancies
Total - Part Payment of Rent to Social Housing Providers	766,141	766,141	826,520	

The table presents the top five service providers who have funding arrangements with the Ministry of Social Development under Non-departmental output expenses: Part Payment of Rent to Social Housing Providers in 2015/16 as at 1 April 2016. The appropriation is replaced by Social Housing Purchasing MCA - Part Payment of Rent to Social Housing Providers category from 2016/17.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
Part Payment of Rent to Social Housing Providers						
Social Housing - Additional Income-Related Rent Subsidy Funding	2016/17	-	8,750	31,850	52,360	24,310
Services Related to the Provision of Social Housing						
Social Housing - Water rates in Tauranga for transferred Social Housing properties	2016/17	-	400	400	300	300
Support for the Provision of Social Housing Supply						
Social Housing - Additional Income-Related Rent Subsidy Funding	2016/17	-	13,550	26,150	26,140	16,890

Reasons for Change in Appropriation

This is a newly established appropriation in 2016/17. The appropriation has increased by \$54.329 million to \$840.470 million when compared to the restructured comparator of 2015/16. This increase is due to:

- new funding for Social Housing - Additional Income-Related Rent Subsidy funding: \$8.750 million
- Social Housing - Water charges in Tauranga for Social Housing Tenants: \$400,000
- increased forecast funding for Part Payment of Rent to Social Housing Providers: \$51.629 million.

The above offset by:

- lower levels of funding for Support for the Provision of Social Housing Supply: \$6.450 million.

Social Sector Trials (M63)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to trial new ways of delivering social and community assistance based on particular community needs

Scope of Appropriation

Departmental Output Expenses

National Leadership and Administration of Social Sector Trials programme, and Individual-led Social Sector Trials

This category is limited to the administration of the Social Sector Trials by a national programme office, and by government-employed Social Sector Trial Leads in specified locations, leading a cross-agency approach to improve outcomes for target groups.

Non-Departmental Output Expenses

Non-Governmental Organisation led Social Sector Teams and Contracted Programmes and Services

This category is limited to the administration of the Social Sector Trials by non-governmental organisations in specified locations, leading a cross-agency approach to improve outcomes for target groups, and the social services purchased by the Social Sector Trials to improve social service delivery and improve outcomes.

Expenses, Revenue and Capital Expenditure

	2015/16		2016/17
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	8,358	8,358	1,540
Departmental Output Expenses			
National Leadership and Administration of Social Sector Trials programme, and Individual-led Social Sector Trials	2,985	2,985	401
Non-Departmental Output Expenses			
Non-Governmental Organisation led Social Sector Teams and Contracted Programmes and Services	5,373	5,373	1,139
Funding for Departmental Output Expenses			
Revenue from the Crown	2,985	2,985	401
National Leadership and Administration of Social Sector Trials programme, and Individual-led Social Sector Trials	2,985	2,985	401

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the transition of the Social Sector Trials programme in specified locations.

How Performance will be Assessed for this Appropriation

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of sites identified for transition that have transition plans in place by 31 August 2016 will be no less than	New measure for 2016/17	New measure for 2016/17	100%
The percentage of sites identified for transition that have completed their transition plans by 31 December 2016 will be no less than	New measure for 2016/17	New measure for 2016/17	100%
Central support will have been concluded by 31 December 2016 will be no less than	New measure for 2016/17	New measure for 2016/17	Achieved

What is Intended to be Achieved with each Category and How Performance will be Assessed

	2015/16		2016/17
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Departmental Output Expenses			
National Leadership and Administration of Social Sector Trials programme, and Individual-led Social Sector Trials			
This category is intended to achieve the successful transition of the Social Sector Trial sites, nationally and locally (where led by employees).			
The percentage of Social Sector Trial sites led by employees that have transition plans by 31 August 2016 will be no less than	New measure for 2016/17	New measure for 2016/17	100%
The percentage of Social Sector Trial sites led by employees that have completed their transition plans by 31 December 2016 will be no less than	New measure for 2016/17	New measure for 2016/17	100%
Non-Departmental Output Expenses			
Non-Governmental Organisation led Social Sector Teams and Contracted Programmes and Services			
This category is intended to achieve the successful transition of the Social Sector Trial sites, nationally and locally (where led by NGOs) and support the purchasing of programmes and services in all sites.			
The percentage of Social Sector Trial sites led by NGOs that have transition plans by 31 August 2016 will be no less than	New measure for 2016/17	New measure for 2016/17	100%
The percentage of Social Sector Trial sites led by NGOs that have completed their transition plans by 31 December 2016 will be no less than	New measure for 2016/17	New measure for 2016/17	100%
The percentage of services provided in accordance with relevant guidelines and standards will be no less than	100%	100%	100%
The percentage of payments made to providers in accordance with contract requirements will be no less than	90%	100%	100%

Service Providers for the Multi-Category Appropriation

Provider	2015/16 Final Budgeted \$000	2015/16 Estimated Actual \$000	2016/17 Budget \$000	Expiry of Resourcing Commitment
Non-Governmental Organisation led Social Sector Teams and Contracted Programmes and Services				
Life to the Max, Horowhenua	324	324	Contract under negotiation	Contracts reviewed annually
Tui Ora Limited	239	239	-	30/06/2016
Raukawa Charitable Trust	229	229	Contract under negotiation	Contracts reviewed annually
Compass Health	229	229	Contract under negotiation	Contracts reviewed annually
WERA Consultants Limited	229	229	-	30/06/2016
Blue Light Ventures	228	228	-	30/06/2016
Other providers (approximately 98 providers with funding levels from \$1,000 to \$227,000)	3,895	3,895	Contract under negotiation	Contracts reviewed annually
Total - Non-Governmental Organisation led Social Sector Teams and Contracted Programmes and Services	5,373	5,373	1,139	

The table presents the top six service providers who have funding arrangements with the Ministry of Social Development under Governmental Organisation led Social Sector Teams and Contracted Programmes and Services Category as at 1 April 2016.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Social Development in the Ministry of Social Development Annual Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2015/16 Final Budgeted \$000	2016/17 Budget \$000	2017/18 Estimated \$000	2018/19 Estimated \$000	2019/20 Estimated \$000
National Leadership and Administration of Social Sector Trials programme, and Individual-led Social Sector Trials						
Future of the Social Sector Trials beyond 30 June 2016	2015/16	(709)	401	-	-	-
Non-Governmental Organisation led Social Sector Teams and Contracted Programmes and Services						
Future of the Social Sector Trials beyond 30 June 2016	2016/17	-	1,139	-	-	-

Reasons for Change in Appropriation

This appropriation has decreased in 2016/17 by \$6.818 million to \$1.540 million in 2016/17 due to the timing of Social Sector Trials. Six of the 16 Social Sector Trials are proposed to be exited from 1 July 2016, and eight to be exited from 31 December 2016.