

Performance Information for Appropriations

Vote Social Development

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister for Disability Issues (M23), Minister of Health (M36), Minister of Revenue (M57), Minister for Social Development (M63), Minister of State Services (M66), Minister of Youth Affairs (M77)

ADMINISTERING DEPARTMENT: Ministry of Social Development

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

Part 1 - Summary of the Vote

Part 1.1 - Overview of the Vote

The Minister for Social Development is responsible for the appropriations in the Vote for the 2013/14 financial year covering the following:

- a total of nearly \$489 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 over \$537 million on services to assist people into employment, and to assess and pay the appropriate entitlement of social assistance to beneficiaries, and to protect the integrity of the benefit system, including collection of debt
- a total of nearly \$62 million on specialised services, including services for students, seniors and administration of community services and SuperGold cards
- a total of over \$77 million on social policy advice and leadership and co-ordination services to support and strengthen families, communities and whānau
- a total of nearly \$6 million on planning, correspondence and monitoring
- a total of over \$370 million purchasing services from other organisations, the Children's Commissioner and the Families Commission
- a total of over \$205 million on a series of assistance programmes and debt write-downs
- a total of \$10,894 million on payments of New Zealand Superannuation
- a total of \$4,859 million on payments for the working age benefits - Domestic Purposes, Unemployment, Sickness, Invalid's, Widow's benefits as well as Jobseeker Support, Sole Parent Support and Supported Living Payment
- a total of \$1,867 million on payments for assistance with expenses related to accommodation, disability, hardship and entering or remaining in the workforce
- a total of \$647 million on payments to assist people to obtain a qualification or youth to continue education/training or obtain work
- a total of \$333 million on other forms of financial assistance such as childcare, care of unsupported children, payments to Australia and special circumstances, and
- a total of \$151 million on advances of benefits and other recoverable payments to assist with hardship.

The Minister of Youth Affairs is responsible for appropriations in the Vote for the 2013/14 financial year covering the following:

- a total of nearly \$3 million for the delivery of services and leadership to improve services for young people
- a total of over \$5 million to provide programmes and services to implement the Youth Development Strategy Aotearoa, and
- a total of nearly \$900,000 to provide one-off partial funding to Territorial Authorities to respond to emerging needs of young people.

The Minister of Health is responsible for appropriations in the Vote for the 2013/14 financial year covering the following:

- a total of nearly \$3 million for administration by committed individuals of the delivery of social sector services for young people in selected locations, and
- a total of over \$3 million to fund delivery of social sector services for young people in selected locations where the delivery is led by a non-governmental organisation.

The Minister of Revenue is responsible for appropriations in the Vote for the 2013/14 financial year covering the following:

- a total of over \$15 million for management of student loans, and
- a total of \$1,632 million on payments for student loans.

The Minister for Disability Issues is responsible for an appropriation in the Vote for the 2013/14 financial year covering the following:

- a total of over \$5 million on promoting positive outcomes for disabled people.

The Minister of State Services is responsible for an appropriation in the Vote for the 2013/14 financial year covering the following:

- a total of nearly \$3 million on property management centre of expertise.

Details of these appropriations are set out in Parts 2-6 below.

Part 1.2 - High-Level Objectives of the Vote

Government Priorities and Outcomes - Links to Appropriations

Government Priorities	Government Outcomes	Appropriations
Reducing long-term welfare dependency	More people into work and out of welfare dependency	<p>Departmental Output Expenses Administration of Trialling New Approaches to Social Sector Change, Management of Student Loans, Management of Student Support, excluding Student Loans, Planning, Correspondence and Monitoring, Promoting Positive Outcomes for Disabled People, Services to Protect the Integrity of the Benefit System, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, and Vocational Skills Training.</p> <p>Non-Departmental Output Expenses Assistance to Disadvantaged Persons, Connected Communities, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Services for Young People, Student Placement Services, Trialling New Approaches to Social Sector Change, Vocational Services for People with Disabilities, Youth Development Partnership Fund, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.</p> <p>Non-Departmental Benefits and Other Unrequited Expenses Accommodation Assistance, Benefits Paid in Australia, Childcare Assistance, Disability Assistance, Domestic Purposes Benefit, Employment Related Training Assistance, Independent Youth Benefit, Family Start/NGO Awards, Hardship Assistance, Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sickness Benefit, Sole Parent Support, Special Circumstance Assistance, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Transition to Work, Unemployment Benefit and Emergency Benefit, Widow's Benefit, and Youth Payment and Young Parent Payment.</p> <p>Non-Departmental Other Expenses Employment Assistance, Mainstream Supported Employment Programme, and Out of School Care Programmes.</p> <p>Departmental Capital Expenditure Ministry of Social Development - Capital Expenditure PLA.</p> <p>Non-Departmental Capital Expenditure Recoverable Assistance, and Student Loans.</p>

Government Priorities	Government Outcomes	Appropriations
Boosting skills and employment	More young people are in education, training or work	<p>Departmental Output Expenses Administration of Trialling New Approaches to Social Sector Change, Development and Funding of Community Services, Family and Community Services, Management of Student Loans, Management of Student Support, excluding Student Loans, Planning, Correspondence and Monitoring, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, Vocational Skills Training, and Youth Development.</p> <p>Non-Departmental Output Expenses Assistance to Disadvantaged Persons, Connected Communities, Families Commission, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Strengthening Providers and Communities, Student Placement Services, Trialling New Approaches to Social Sector Change, Vocational Services for People with Disabilities, Youth Development Partnership Fund, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.</p> <p>Non-Departmental Benefits and Other Unrequited Expenses Accommodation Assistance, Benefits Paid in Australia, Childcare Assistance, Disability Assistance, Domestic Purposes Benefit, Employment Related Training Assistance, Independent Youth Benefit, Family Start/NGO Awards, Hardship Assistance, Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sickness Benefit, Sole Parent Support, Special Circumstance Assistance, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Transition to Work, Unemployment Benefit and Emergency Benefit, Widow's Benefit, and Youth Payment and Young Parent Payment.</p> <p>Non-Departmental Other Expenses Employment Assistance, Mainstream Supported Employment Programme, and Out of School Care Programmes.</p> <p>Departmental Capital Expenditure Ministry of Social Development - Capital Expenditure PLA.</p> <p>Non-Departmental Capital Expenditure Recoverable Assistance, and Student Loans.</p>

Government Priorities	Government Outcomes	Appropriations
Boosting skills and employment	More young people contribute positively to their communities	<p>Departmental Output Expenses Administration of Trialling New Approaches to Social Sector Change, Management of Student Loans, Management of Student Support, excluding Student Loans, Planning, Correspondence and Monitoring, Promoting Positive Outcomes for Disabled People, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, and Youth Development.</p> <p>Non-Departmental Output Expenses Connected Communities, Families Commission, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Services for Young People, Trialling New Approaches to Social Sector Change, Youth Development Partnership Fund, Youth Support Services MCOA - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.</p> <p>Non-Departmental Benefits and Other Unrequited Expenses Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sickness Benefit, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Unemployment Benefit and Emergency Benefit, and Youth Payment and Young Parent Payment.</p> <p>Departmental Capital Expenditure Ministry of Social Development - Capital Expenditure PLA.</p>

Government Priorities	Government Outcomes	Appropriations
Supporting vulnerable children	Fewer children are vulnerable	<p>Departmental Output Expenses Adoption Services, Care and Protection Services, Children's Action Plan, Development and Funding of Community Services, Family and Community Services, Planning, Correspondence and Monitoring, Prevention Services, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, and Youth Justice Services.</p> <p>Non-Departmental Output Expenses Assistance to Disadvantaged Persons, Children's Commissioner, Connected Communities, Counselling and Rehabilitation Services, Education and Prevention Services, Families Commission, Family Wellbeing Services, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Strengthening Providers and Communities, Strong Families, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.</p> <p>Non-Departmental Benefits and Other Unrequited Expenses Accommodation Assistance, Childcare Assistance, Disability Assistance, Domestic Purposes Benefit, Family Start/NGO Awards, Hardship Assistance, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Orphan's/Unsupported Child's Benefit, Sole Parent Support, and Supported Living Payment.</p> <p>Non-Departmental Other Expenses Out of School Care Programmes.</p> <p>Departmental Capital Expenditure Ministry of Social Development - Capital Expenditure PLA.</p>

Government Priorities	Government Outcomes	Appropriations
Supporting vulnerable children	More efficient and effective allocation of government resources to meet community needs	<p>Departmental Output Expenses Administration of Trialling New Approaches to Social Sector Change, Development and Funding of Community Services, Family and Community Services, Management of Service Cards (MCOA) - Administration of Community Services Card output class and Management of SuperGold Card output class, Planning, Correspondence and Monitoring, Promoting Positive Outcomes for Disabled People, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, and Youth Justice Services.</p> <p>Non-Departmental Output Expenses Assistance to Disadvantaged Persons, Children's Commissioner, Connected Communities, Counselling and Rehabilitation Services, Education and Prevention Services, Families Commission, Family Wellbeing Services, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Strengthening Providers and Communities, Strong Families, Trialling New Approaches to Social Sector Change, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.</p> <p>Non-Departmental Benefits and Other Unrequited Expenses Accommodation Assistance, Childcare Assistance, Domestic Purposes Benefit, Family Start/NGO Awards, Hardship Assistance, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sole Parent Support, Special Circumstance Assistance, Study Scholarships and Awards, Supported Living Payment, and Youth Payment and Young Parent Payment.</p> <p>Departmental Capital Expenditure Ministry of Social Development - Capital Expenditure PLA.</p>

Government Priorities	Government Outcomes	Appropriations
Reducing crime	Fewer children and young people commit crime	<p>Departmental Output Expenses Administration of Trialling New Approaches to Social Sector Change, Collection of Balances Owed by Former Clients and Non-beneficiaries, Development and Funding of Community Services, Family and Community Services, Planning, Correspondence and Monitoring, Services to Protect the Integrity of the Benefit System, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, Vocational Skills Training, and Youth Justice Services.</p> <p>Non-Departmental Output Expenses Children's Commissioner, Counselling and Rehabilitation Services, Education and Prevention Services, Families Commission, Family Wellbeing Services, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Strengthening Providers and Communities, Trialling New Approaches to Social Sector Change, Youth Support Services MCOA - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.</p> <p>Non-Departmental Benefits and Other Unrequited Expenses Accommodation Assistance, Disability Assistance, Hardship Assistance, Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sickness Benefit, Sole Parent Support, Special Circumstance Assistance, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Unemployment Benefit and Emergency Benefit, and Youth Payment and Young Parent Payment.</p> <p>Non-Departmental Other Expenses Employment Assistance.</p> <p>Departmental Capital Expenditure Ministry of Social Development - Capital Expenditure PLA.</p> <p>Non-Departmental Capital Expenditure Recoverable Assistance, and Student Loans.</p>
Reducing crime	Fewer people commit fraud and the system is fair and sustainable	<p>Departmental Output Expenses Collection of Balances Owed by Former Clients and Non-beneficiaries, Services to Protect the Integrity of the Benefit System, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, and Tailored Sets of Services to Help People into Work or Achieve Independence.</p> <p>Non-Departmental Output Expenses Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class.</p> <p>Departmental Capital Expenditure Ministry of Social Development - Capital Expenditure PLA.</p>

Government Priorities	Government Outcomes	Appropriations
Improving interaction with government	More people interact with the Ministry in a digital environment	<p>Departmental Output Expenses Administration of Trialling New Approaches to Social Sector Change, Care and Protection Services, Collection of Balances Owed by Former Clients and Non-beneficiaries, Development and Funding of Community Services, Family and Community Services, Income Support and Assistance to Seniors, Management of Service Cards (MCOA) - Administration of Community Services Card output class and Management of SuperGold Card output class, Management of Student Loans, Management of Student Support, excluding Student Loans, Prevention Services, Promoting Positive Outcomes for Disabled People, Property Management Centre of Expertise, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, and Youth Development.</p> <p>Non-Departmental Output Expenses Assistance to Disadvantaged Persons, Connected Communities, Counselling and Rehabilitation Services, Education and Prevention Services, Family Wellbeing Services, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Services for Young People, Strengthening Providers and Communities, Strong Families, Trialling New Approaches to Social Sector Change, Vocational Services for People with Disabilities, Youth Development Partnership Fund, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.</p> <p>Non-Departmental Benefits and Other Unrequited Expenses Accommodation Assistance, Childcare Assistance, Disability Assistance, Domestic Purposes Benefit, Employment Related Training Assistance, Hardship Assistance, Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, New Zealand Superannuation, Orphan's/Unsupported Child's Benefit, Sickness Benefit, Sole Parent Support, Special Circumstance Assistance, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Transition to Work, Unemployment Benefit and Emergency Benefit, and Widow's Benefit.</p> <p>Non-Departmental Other Expenses Employment Assistance, and Out of School Care Programmes.</p> <p>Departmental Capital Expenditure Ministry of Social Development - Capital Expenditure PLA.</p> <p>Non-Departmental Capital Expenditure Student Loans.</p>

The performance measures contained in the Information Supporting the Estimates are the main measures and standards that demonstrate performance for the significant outputs in each appropriation.

Objectives of the Vote

We will respond to the Government's overarching priority of Delivering Better Public Services, by driving fundamental changes both to the welfare system that underpins our services as well as the services themselves.

The Government priorities which lead the Ministry of Social Development's work are:

- Reducing long-term welfare dependency.
- Boosting skills and employment.
- Supporting vulnerable children.
- Reducing crime.
- Improving interaction with government.

The impacts that the appropriations in Vote Social Development are intended to have are reflected in the Ministry of Social Development's outcomes:

- More people into work and out of welfare dependency.
- More young people are in education, training or work.
- More young people contribute positively to their communities.
- Fewer children are vulnerable.
- More efficient and effective allocation of government resources to meet community needs.
- Fewer children and young people commit crime.
- Fewer people commit fraud and the system is fair and sustainable.
- More people interact with the Ministry in a digital environment.

The Ministry is committed to ensuring value for money in everything we do by running efficient programmes and keeping overhead costs low.

The table above maps the Ministry of Social Development's outcomes and appropriations to the Government priorities. Most of the Ministry's appropriations contribute to more than one outcome.

Part 1.3 - Trends in the Vote

	2008/09	2009/10	2010/11	2011/12	2012/13		2013/14			2014/15	2015/16	2016/17
	Actual \$000	Actual \$000	Actual \$000	Actual \$000	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	1,430,951	1,489,308	1,531,191	1,482,341	1,588,022	1,584,022	1,200,564	379,879	1,580,443	1,527,185	1,505,236	1,503,765
Benefits and Other Unrequited Expenses	14,275,892	15,847,433	16,735,228	17,379,298	17,935,546	17,815,577	N/A	18,600,893	18,600,893	18,951,006	19,586,064	20,263,626
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	647,027	924,805	1,072,174	785,112	204,625	194,625	-	205,275	205,275	176,754	177,340	177,279
Capital Expenditure	1,578,842	1,779,712	1,771,656	1,783,742	1,787,344	1,756,840	62,996	1,782,330	1,845,326	1,885,631	1,932,331	1,998,694
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	N/A	-	-	-	-
Total Appropriations	17,932,712	20,041,258	21,110,249	21,430,493	21,515,537	21,351,064	1,263,560	20,968,377	22,231,937	22,540,576	23,200,971	23,943,364
Crown Revenue and Capital Receipts												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	74,039	79,263	76,130	64,486	11,795	11,795	N/A	11,394	11,394	11,437	11,435	11,433
Capital Receipts	544,061	585,055	609,780	593,104	596,367	596,367	N/A	629,147	629,147	674,722	717,767	750,747
Total Crown Revenue and Capital Receipts	618,100	664,318	685,910	657,590	608,162	608,162	N/A	640,541	640,541	686,159	729,202	762,180

New Policy Initiatives

Policy Initiative	Appropriation	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Additional Funding in 2013/14 for Budget Advice Services	Strong Families (M63) Non-Departmental Output Expenses	-	1,500	-	-	-
Canterbury Earthquake: Temporary Accommodation Assistance	Hardship Assistance (M63) Benefits and Other Unrequited Expenses	7,942	19,476	5,526	-	-
Changes to disability appropriations for pharmaceutical co-payment	Disability Assistance (M63) Benefits and Other Unrequited Expenses	2,911	5,794	5,783	5,787	5,787
	Hardship Assistance (M63) Benefits and Other Unrequited Expenses	66	131	131	131	131
Confidential Listening and Assistance Service	Employment Related Training Assistance (M63) Benefits and Other Unrequited Expenses	-	994	865	-	-
Confidential Listening and Assistance Service: Next Steps and Financial Implications	Employment Related Training Assistance (M63) Benefits and Other Unrequited Expenses	-	(994)	(865)	-	-
Disability Allowance Funding Shortfall	Disability Assistance (M63) Benefits and Other Unrequited Expenses	25,492	30,448	30,448	30,448	30,448
Drawdown of funding from the Vulnerable Children's Contingency Fund	Children's Action Plan (M63) Departmental Output Expenses	2,535	400	-	-	-
Enabling Good Lives Work Programme	Promoting Positive Outcomes for Disabled People (M23) Departmental Output Expenses	50	800	900	900	-
E Tu Whānau Expansion	Family and Community Services (M63) Departmental Output Expenses	-	500	500	500	500
	Connected Communities (M63) Non-Departmental Output Expenses	-	1,500	1,500	1,500	1,500
Expansion of the Social Sector Trials Model into Ten New Locations	Administration of Trialling New Approaches to Social Sector Change (M36) Departmental Output Expenses	-	1,517	1,517	-	-
	Counselling and Rehabilitation Services (M63) Non-Departmental Output Expenses	-	(136)	(136)	-	-

Policy Initiative	Appropriation	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
	Education and Prevention Services (M63)	-	(116)	(116)	-	-
	Non-Departmental Output Expenses					
	Family Wellbeing Services (M63)	-	(129)	(129)	-	-
	Non-Departmental Output Expenses					
	Strong Families (M63)	-	(115)	-	-	-
	Non-Departmental Output Expenses					
	Trialling New Approaches to Social Sector Change (M36)	22	1,449	1,131	-	-
	Non-Departmental Output Expenses					
	Youth Support Services MCOA (M63)					
	• Support for Youth Payment and Young Parent Payment recipients Output Class	(1,518)	-	-	-	-
	Non-Departmental Output Expenses					
	Employment Assistance (M63)	-	(50)	(50)	-	-
	Non-Departmental Other Expenses					
Extending the Social Sector Trials Beyond February 2013	Administration of Trialling New Approaches to Social Sector Change (M36)	185	557	-	-	-
	Departmental Output Expenses					
	Counselling and Rehabilitation Services (M63)	(15)	(46)	-	-	-
	Non-Departmental Output Expenses					
	Education and Prevention Services (M63)	(28)	(84)	-	-	-
	Non-Departmental Output Expenses					
	Family Wellbeing Services (M63)	(14)	(43)	-	-	-
	Non-Departmental Output Expenses					
	Strong Families (M63)	(1)	(2)	-	-	-
	Non-Departmental Output Expenses					
	Trialling New Approaches to Social Sector Change (M36)	546	1,436	-	-	-
	Non-Departmental Output Expenses					

Policy Initiative	Appropriation	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
	Youth Support Services MCOA (M63)					
	<ul style="list-style-type: none"> Support to prevent disengaged young people from coming on the benefit at the age of 18 Output Class 	(117)	(350)	-	-	-
	Non-Departmental Output Expenses					
	Employment Assistance (M63)	(20)	(67)	-	-	-
	Non-Departmental Other Expenses					
Family Violence Response Coordination	Strong Families (M63)	-	2,800	2,800	-	-
	Non-Departmental Output Expenses					
Functional Leadership: Property	Property Management Centre of Expertise (M66)	1,701	2,755	2,755	2,755	2,755
	Departmental Output Expenses					
Funding for the Property Management Centre of Expertise	Property Management Centre of Expertise (M66)	850	-	-	-	-
	Departmental Output Expenses					
Growing Up in New Zealand Longitudinal Study	Social Policy Advice MCOA (M63)					
	<ul style="list-style-type: none"> Longitudinal Studies Output Class 	-	3,001	2,565	-	-
	Departmental Output Expenses					
Health's Contribution to Social Sector Trials	Administration of Trialling New Approaches to Social Sector Change (M36)	-	758	758	-	-
	Departmental Output Expenses					
	Trialling New Approaches to Social Sector Change (M36)	-	500	500	-	-
	Non-Departmental Output Expenses					
Impact of the Annual General Adjustment on Income Thresholds for Disability Allowance and the Community Services Card	Disability Assistance (M63)	89	356	356	356	356
	Benefits and Other Unrequited Expenses					
Implementing the New Zealand Refugee Resettlement Strategy	Strong Families (M63)	-	(630)	(630)	(630)	(630)
	Non-Departmental Output Expenses					
Monitoring by Disabled People of Their Rights	Promoting Positive Outcomes for Disabled People (M23)	-	275	275	275	275
	Departmental Output Expenses					
Needs Assessment for Social Housing	Tailored Sets of Services to Help People into Work or Achieve Independence (M63)	1,450	2,700	-	-	-
	Departmental Output Expenses					

Policy Initiative	Appropriation	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Out of School Care and Recreation Grant Funding System	Out of School Care Programmes (M63) Non-Departmental Other Expenses	(1,900)	1,900	-	-	-
Portability of New Zealand Superannuation to Niue, Tokelau and the Cook Islands	Income Support and Assistance to Seniors (M63) Departmental Output Expenses	-	-	70	137	66
	New Zealand Superannuation (M63) Benefits and Other Unrequited Expenses	-	-	-	4,496	4,906
Promoting Lifetime Design in Housing	Promoting Positive Outcomes for Disabled People (M23) Departmental Output Expenses	-	500	500	500	-
Resolution of Historic Claims of Abuse	Care and Protection Services (M63) Departmental Output Expenses	-	4,000	4,000	4,000	4,000
TeachNZ Scholarships Reprioritisation	Study Scholarships and Awards (M63) Benefits and Other Unrequited Expenses	(4,102)	(6,232)	(7,116)	(7,913)	(7,656)
Think Differently Campaign	Promoting Positive Outcomes for Disabled People (M23) Departmental Output Expenses	-	3,000	3,000	-	-
Transfer of Funding for Student Text Messaging Platform	Management of Student Support, excluding Student Loans (M63) Departmental Output Expenses	172	-	-	-	-
	Student Placement Services (M63) Non-Departmental Output Expenses	(172)	-	-	-	-
Transfer of Operating Funding to the Tertiary Education Commission	Vocational Skills Training (M63) Departmental Output Expenses	-	(6,661)	(6,661)	(6,661)	(6,661)
Transfer of Work and Income External Monitor Costs to Vote Finance	Tailored Sets of Services to Help People into Work or Achieve Independence (M63) Departmental Output Expenses	-	(750)	(750)	-	-
2012 Migrant Levy Review	Employment Assistance (M63) Non-Departmental Other Expenses	391	782	782	782	782

Policy Initiative	Appropriation	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Use of Underspend to Fund Budget 2013 costs	Youth Support Services MCOA (M63)					
	<ul style="list-style-type: none"> Support for Youth Payment and Young Parent Payment recipients Output Class Support to prevent disengaged young people from coming on the benefit at the age of 18 Output Class 	(3,200)	-	-	-	-
	Non-Departmental Output Expenses	(800)	-	-	-	-
Video Remote Interpreting Service	Care and Protection Services (M63) Departmental Output Expenses	-	(100)	(100)	(100)	(100)
Welfare Reform Phase Two - Abatement Rules	Jobseeker Support and Emergency Benefit (M63) Benefits and Other Unrequited Expenses	-	539	567	567	567
Welfare Reform Phase Two - Departmental Implementation	Tailored Sets of Services to Help People into Work or Achieve Independence (M63) Departmental Output Expenses	-	3,461	1,640	1,640	1,640
Welfare Reform Phase Two - External Contracting	Tailored Sets of Services to Help People into Work or Achieve Independence (M63) Departmental Output Expenses	-	953	953	953	953
	Employment Assistance (M63) Non-Departmental Other Expenses	-	12,000	12,000	12,000	12,000
Welfare Reform Phase Two - Health and Disability Workability Assessment	Tailored Sets of Services to Help People into Work or Achieve Independence (M63) Departmental Output Expenses	-	625	1,250	2,000	2,000
Welfare Reform Phase Two - Implementation, Costs and Funding	Income Support and Assistance to Seniors (M63) Departmental Output Expenses	2,197	3,931	2,071	2,071	2,071
	Social Policy Advice MCOA (M63)					
	<ul style="list-style-type: none"> Research and Evaluation Output Class 	3,480	-	-	-	-
	Departmental Output Expenses					
	Tailored Sets of Services to Help People into Work or Achieve Independence (M63) Departmental Output Expenses	29,057	-	-	-	-
	New Zealand Superannuation (M63) Benefits and Other Unrequited Expenses	(51)	(4,536)	(11,793)	(19,051)	(26,309)

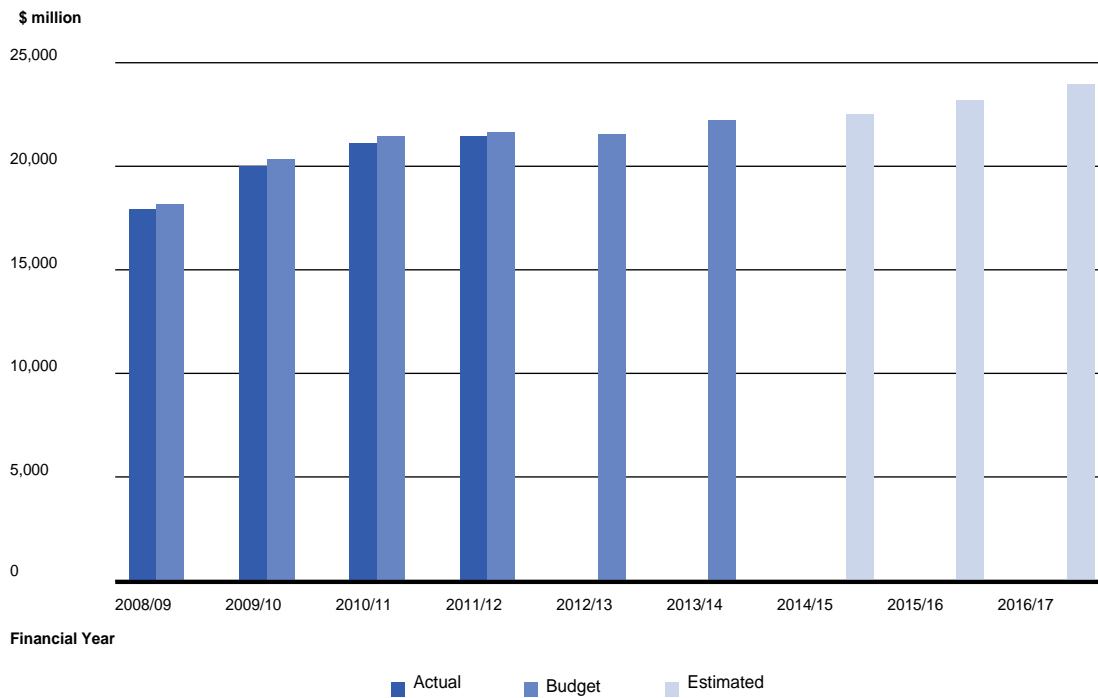
Policy Initiative	Appropriation	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Welfare Reform Phase Two - Investment Approach	Social Policy Advice MCOA (M63) • Research and Evaluation Output Class Departmental Output Expenses	-	1,530	1,500	1,500	1,500
	Tailored Sets of Services to Help People into Work or Achieve Independence (M63) Departmental Output Expenses	-	1,930	1,930	1,930	1,930
Welfare Reform Phase Two - Pre-Employment Drug Testing Costs	Debt Write-downs (M63) Non-Departmental Other Expenses	-	161	161	161	161
	Recoverable Assistance (M63) Non-Departmental Capital Expenditure	-	402	402	402	402
Welfare Reform Phase Two - 28 Day Rule	Jobseeker Support and Emergency Benefit (M63) Benefits and Other Unrequited Expenses	-	214	223	223	223
Welfare Reform Phase Two - Widows/Woman Alone Rate Change	Jobseeker Support and Emergency Benefit (M63) Benefits and Other Unrequited Expenses	-	(647)	(1,635)	(2,338)	(2,876)
Welfare Reform Phase Two - Work and Income staff	Tailored Sets of Services to Help People into Work or Achieve Independence (M63) Departmental Output Expenses	-	24,772	24,480	17,080	17,080
Welfare Reform Phase Two - Work Bonus	Transition to Work (M63) Benefits and Other Unrequited Expenses	-	3,789	4,090	4,240	4,329
Tertiary Education						
Additional Flexibility for Highly Performing Private Training Establishments	Accommodation Assistance (M63) Benefits and Other Unrequited Expenses	-	11	20	19	19
	Jobseeker Support and Emergency Benefit (M63) Benefits and Other Unrequited Expenses	-	65	124	117	116
	Student Allowances (M63) Benefits and Other Unrequited Expenses	-	1,155	2,387	2,277	2,209
	Student Loans (M57) Non-Departmental Capital Expenditure	-	6,754	11,918	12,271	12,689

Policy Initiative	Appropriation	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Continue 99-105% Tolerance Bands	Accommodation Assistance (M63)	-	7	13	12	11
	Benefits and Other Unrequited Expenses					
	Jobseeker Support and Emergency Benefit (M63)	-	40	78	73	71
	Benefits and Other Unrequited Expenses					
	Student Allowances (M63)	-	787	1,621	1,540	1,492
	Benefits and Other Unrequited Expenses					
Extending the Student Support Stand-Down Period for Permanent Residents	Student Loans (M57)	-	3,794	5,327	5,443	5,484
	Non-Departmental Capital Expenditure					
	Management of Student Support, excluding Student Loans (M63)	-	380	-	-	-
	Departmental Output Expenses					
	Accommodation Assistance (M63)	-	-	223	510	621
	Benefits and Other Unrequited Expenses					
Funding to Deliver Changes to Loan Eligibility for Entry-Level Education	Jobseeker Support and Emergency Benefit (M63)	-	-	209	483	598
	Benefits and Other Unrequited Expenses					
	Student Allowances (M63)	-	-	(2,610)	(6,290)	(7,690)
	Benefits and Other Unrequited Expenses					
	Student Loans (M57)	-	-	(1,595)	(7,831)	(13,176)
	Non-Departmental Capital Expenditure					
Reducing Student Allowances Eligibility for Students Aged 40 and Over	Management of Student Loans (M57)	82	448	130	132	132
	Departmental Output Expenses					
Management of Student Support, excluding Student Loans (M63)	Management of Student Support, excluding Student Loans (M63)	-	460	-	-	-
	Departmental Output Expenses					
	Accommodation Assistance (M63)	-	85	262	344	333
	Benefits and Other Unrequited Expenses					
	Jobseeker Support and Emergency Benefit (M63)	-	149	463	617	608
	Benefits and Other Unrequited Expenses					

Policy Initiative	Appropriation	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
	Student Allowances (M63) Benefits and Other Unrequited Expenses	-	(1,270)	(4,007)	(5,395)	(5,246)
	Student Loans (M57) Non-Departmental Capital Expenditure	-	532	1,696	2,296	2,232
Removing Student Allowance Eligibility for those Aged 65 and Over	Management of Student Support, excluding Student Loans (M63) Departmental Output Expenses	-	340	-	-	-
	Accommodation Assistance (M63) Benefits and Other Unrequited Expenses	-	12	42	65	69
	Jobseeker Support and Emergency Benefit (M63) Benefits and Other Unrequited Expenses	-	20	79	123	134
	Student Allowances (M63) Benefits and Other Unrequited Expenses	-	(416)	(1,725)	(2,731)	(2,956)
	Student Loans (M57) Non-Departmental Capital Expenditure	-	(130)	(444)	(546)	(627)
20 Additional Medical Places	Accommodation Assistance (M63) Benefits and Other Unrequited Expenses	-	-	-	1	1
	Jobseeker Support and Emergency Benefit (M63) Benefits and Other Unrequited Expenses	-	1	3	6	8
	Student Allowances (M63) Benefits and Other Unrequited Expenses	-	25	77	127	177
	Student Loans (M57) Non-Departmental Capital Expenditure	-	231	521	831	1,294
Total Initiatives		67,280	135,928	102,760	65,135	50,733

Analysis of Significant Trends

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

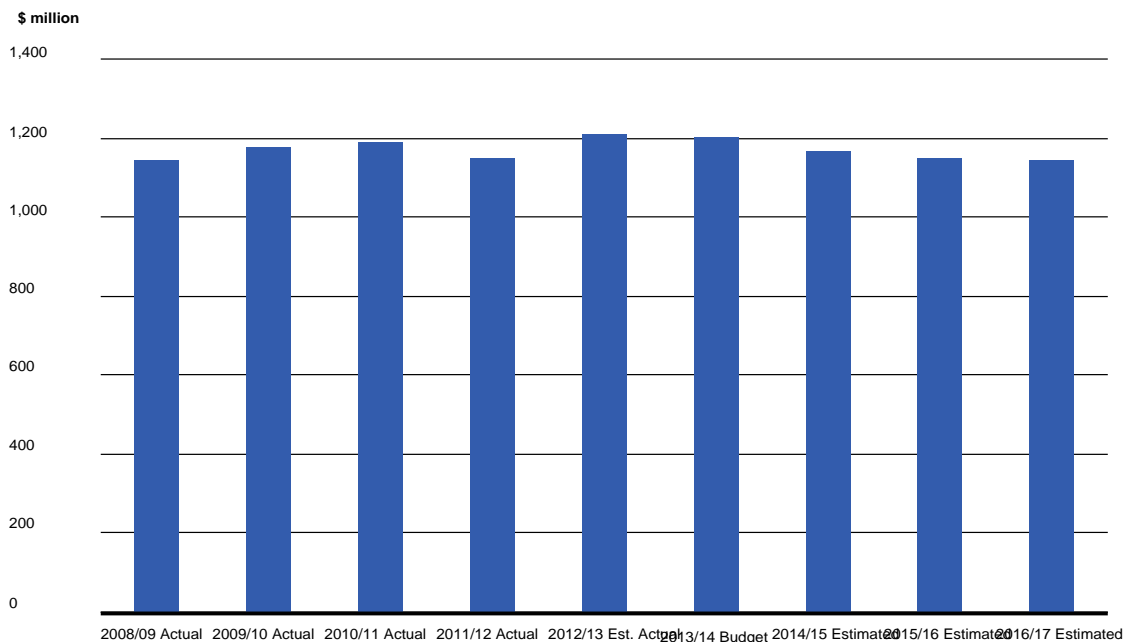


Source: Ministry of Social Development

The movements in departmental and non-departmental appropriations in Vote Social Development, which are detailed above, are largely driven by increases in Benefits and Other Unrequited Expenses, in particular, New Zealand Superannuation. The relatively flat period between 2010/11 and 2012/13 is because reductions in Other Expenses during those years partially offset increases in benefit spending.

Departmental Output Expenses

Figure 2 - Trends in departmental output expenses



Financial Year

Source: Ministry of Social Development

Departmental output expenses increased between 2008/09 and 2010/11. One-off funding of \$17.200 million in 2009/10 was received by Work and Income to help cope with the demand pressures caused by an increase in the unemployment clients. Child Youth and Family also received new funding of \$8.700 million in 2009/10 and \$22 million ongoing funding in Budget 2009 for the Fresh Start for Young Offenders programme.

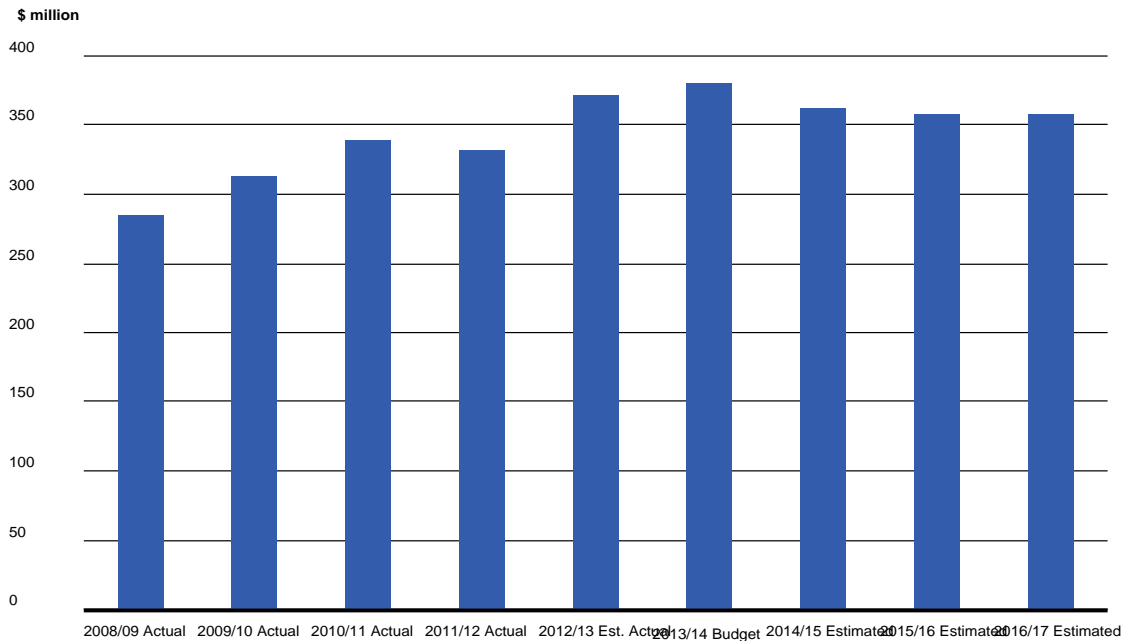
Expenditure decreased in 2011/12 mainly due to a \$31.200 million transfer from Departmental to Non-Departmental appropriations, to assist with the reconfiguring of the Training Opportunities programme.

The expenditure increases in 2012/13 due to Welfare Reform phase two implementation funding of \$34.800 million and additional funding of \$10.900 million for expanding frontline social work capacity.

The trend is then mainly decreasing from 2012/13 and future years. This declining trend is mainly attributed to Efficiency Savings and Welfare Reform changes.

Non-Departmental Output Expenses

Figure 3 - Trends in non-departmental output expenses



Financial Year

Source: Ministry of Social Development

Non-departmental output expenses had a steady increase in funding from 2008/09 through to 2010/11. The increases were mainly in the Family and Wellbeing Services and Strong Families appropriations. New initiatives such as Pathway to Partnership, Supporting a Sustainable NGO Social Services Sector, and the transfer of funding from Vote Health for the Children's Health Camp were the main reasons for the increase in funding.

The decrease in 2011/12 mainly relates to the transfer of the responsibilities for the Retirement Commissioner to Vote Commerce.

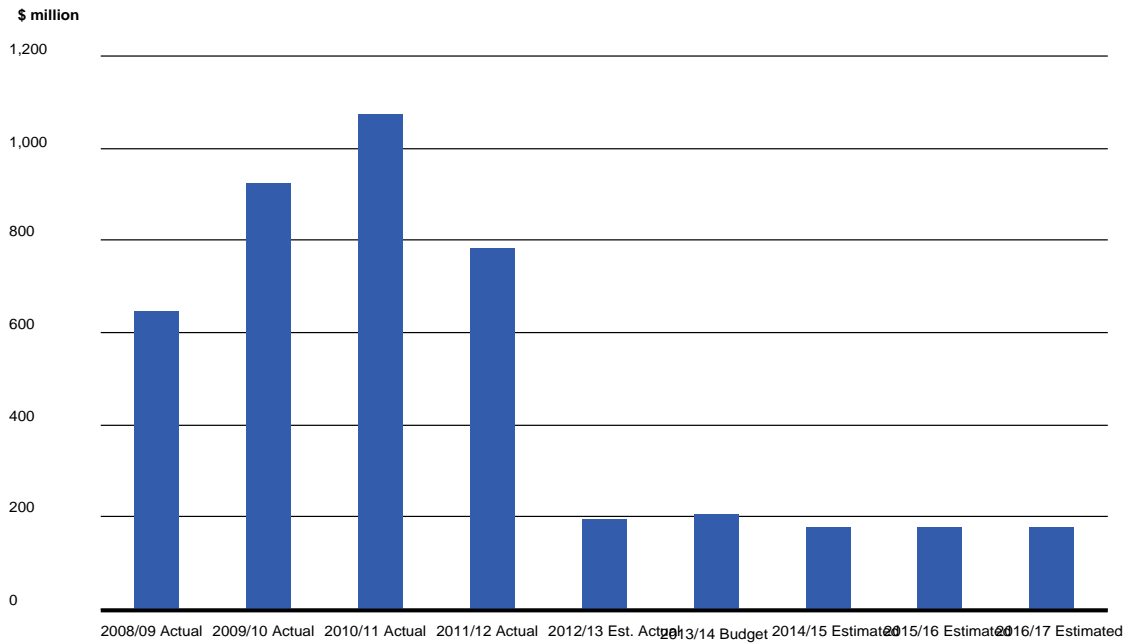
Expenditure increases substantially in 2012/13 with the merger of Vote Youth Development into Vote Social Development affecting a number of appropriations including Services for Young People, Trialling New Approaches to Social Sector Change, Youth Development Partnership Fund. The Youth package as part of Budget 2012 also appropriated funds to the new Youth Support Services (MCOA).

The upward trend continues in 2013/14 with funding of \$5.600 million from Budget 2012 for Family Wellbeing Services for the expansion of frontline Social Work Capacity and from a one-off carry forward of the Capability Investment Resource funding of \$5.800 million from 2012/13 to 2013/14.

The reduction in 2014/15 is due to one-off funding increases in 2013/14 and with the cessation of time-limited funding, the funding levels remains unchanged from 2015/16 onwards.

Non-Departmental Other Expenses

Figure 4 - Trends in non-departmental other expenses



Financial Year

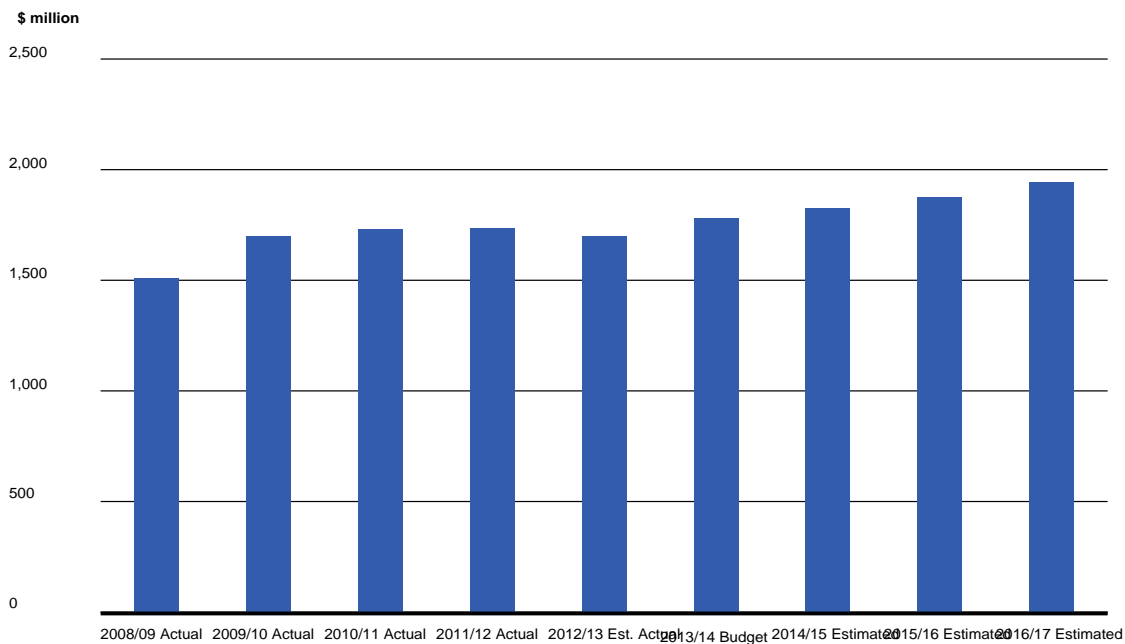
Source: Ministry of Social Development

Non-departmental other expenses rose steadily from 2008/09 to 2010/11 due to increasing Employment Assistance, Student Loan initial fair value write-down and one-off Canterbury Earthquake support of \$260 million. Funding to Employment Assistance increased due to the introduction of several new initiatives such as Opportunities for Young People during the economic downturn and Reconfiguring Training Opportunities. Increase in Student Loan initial fair value write-down reflects the growth in student loans over recent years.

The expenses decreased significantly after 2010/11. This is due to the completion of Canterbury Earthquake support (\$260 million) in 2010/11 and changes to the Student Loan appropriation which resulted in the transfer of the initial fair value write-down provision for new student loans being transferred to Vote Revenue from 1 April 2012. Welfare Reform programme savings in the Employment Assistance appropriation sees the funding levels reduce from 2014/15 onwards.

Non-Departmental Capital Expenditure

Figure 5 - Trends in non-departmental capital expenditure



Financial Year

Source: Ministry of Social Development

Between 90% and 93% of Non-Departmental Capital Expenditure is for Student Loans. Most expenditure (about 60%) occurs in the first four months of each calendar year when course fees are paid. Expenditure grew rapidly during 2008/09 and 2009/10 as more people took up study in response to the recession.

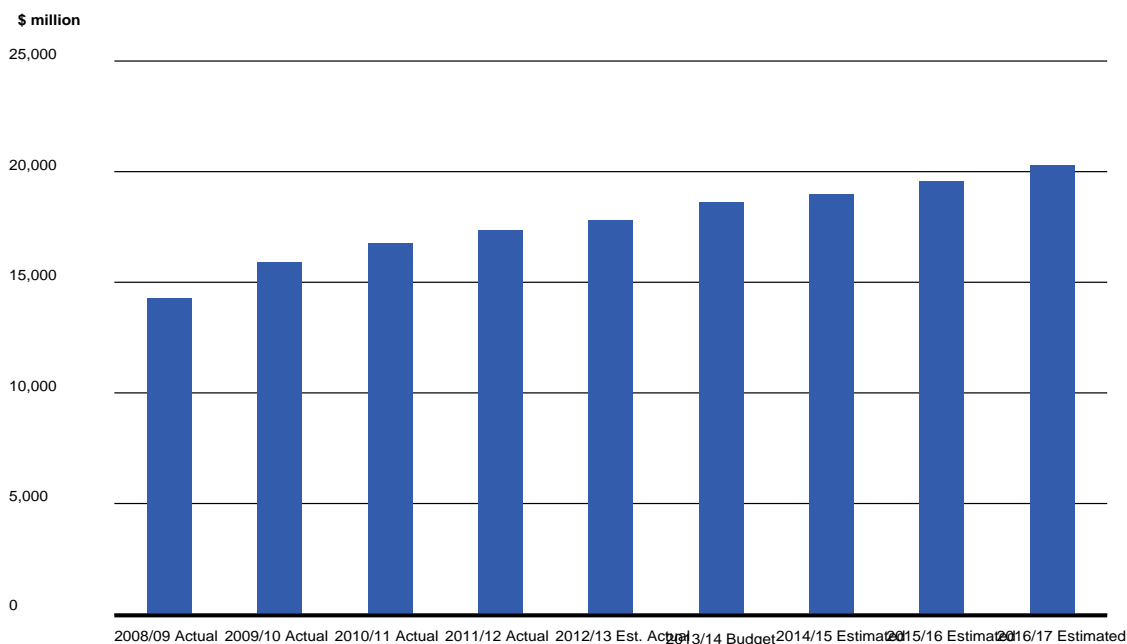
There was also greater uptake of loans as a proportion of total students as well as greater loan amounts per student. The uptake rate (per effective full time student) rose from 79% in 2008 to peak at 88% in 2011, and dropped back to 83% in 2012. It is expected to continue falling over the next five years, reaching 78% by 2017.

The loan amount per borrower is expected to grow over the next five years. As the economy grows, some students will reduce their use of loans while policy initiatives (both new ones listed in the previous section and ones listed in Part 6.2 from recent budgets) also impact growth in loans over the next few years.

The Recoverable Assistance item makes up the remainder of Non-Departmental Capital Expenditure. Recoverable Assistance expenditure grew sharply in 2008/09 and 2009/10 as the recession impacted on household budgets. Expenditure eased in 2010/11 and into 2012/13, and is expected to remain within \$140 million and \$150 million per annum over the next few years.

Non-Departmental Benefits and Other Unrequited Expenses

Figure 6 - Trends in non-departmental benefits and other unrequited expenses



Financial Year

Source: Ministry of Social Development

New Zealand Superannuation accounted for 54% of total expenditure on Benefits and Other Unrequited Expenses in 2008/09, before falling to nearly 52% of expenditure in 2009/10 as other benefit payments increased during the recession. This ratio has increased to over 57% in the current year and is estimated to rise to nearly 63% by 2016/17.

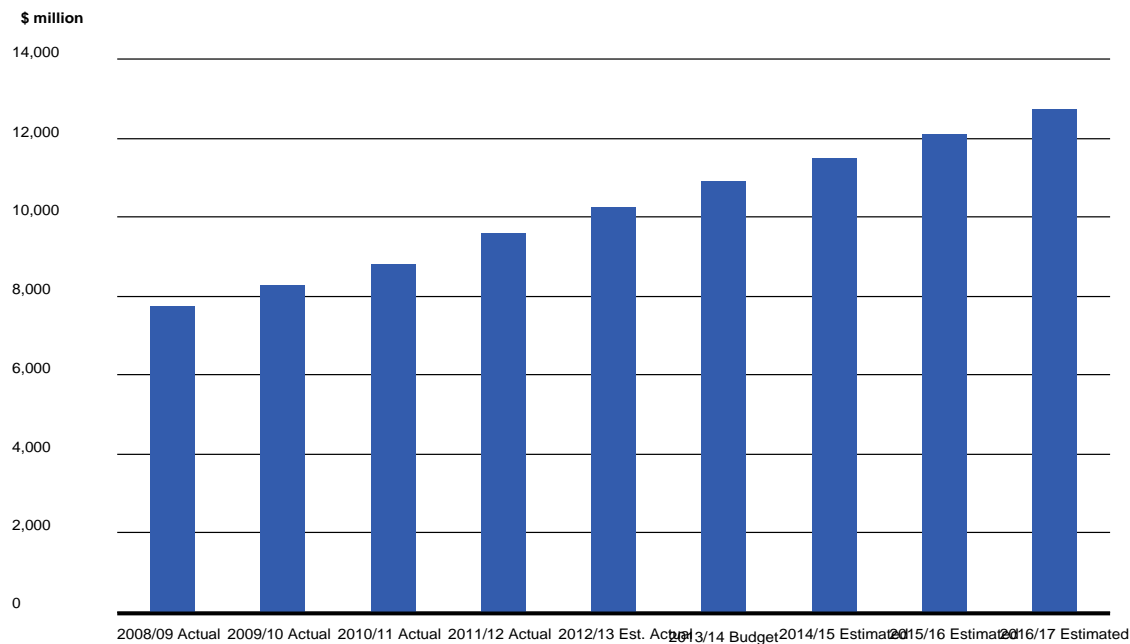
During the period 2008/09 to 2010/11, growth in New Zealand Superannuation accounted for an average 44% of the \$2,500 million rise in annual expenditure. Over the same period, expenditure on Unemployment Benefit and Emergency Benefit, Domestic Purposes Benefit, Student Allowances, Accommodation Assistance and Hardship Assistance all rose. The increased main benefit expenditure was driven by the combined impact of drought in 2008/09, the global financial crisis, and a historically high population of youth studying or unable to find work. Included in the 2010/11 year was \$131 million of payments to compensate for the October 2010 goods and services tax increase.

Over 2010/11 to 2016/17, the rise in spending on New Zealand Superannuation amounts to more than the increase in total benefit spending. Spending over this period increases by \$3,900 million for New Zealand Superannuation and \$3,500 million for total benefits. Growth in spending on the new appropriations (Jobseeker Support and Emergency Benefit, Sole Parent Support, and Supported Living Payment) more than offsets the fall in spending on the appropriations that cease in July 2013 (Unemployment Benefit and Emergency Benefit, Domestic Purposes Benefit, Invalid's Benefit, Sickness Benefit and Widow's Benefit).

Of the 42% (or \$6,000 million) growth in spending between 2008/09 and 2016/17, about 60% is caused by cumulative inflation adjustments made each April. Of this, about 70% is adjustments to New Zealand Superannuation payment rates, which includes both inflation adjustments and/or wage floor effects.

New Zealand Superannuation

Figure 7 - Trends in New Zealand Superannuation



Financial Year

Source: Ministry of Social Development

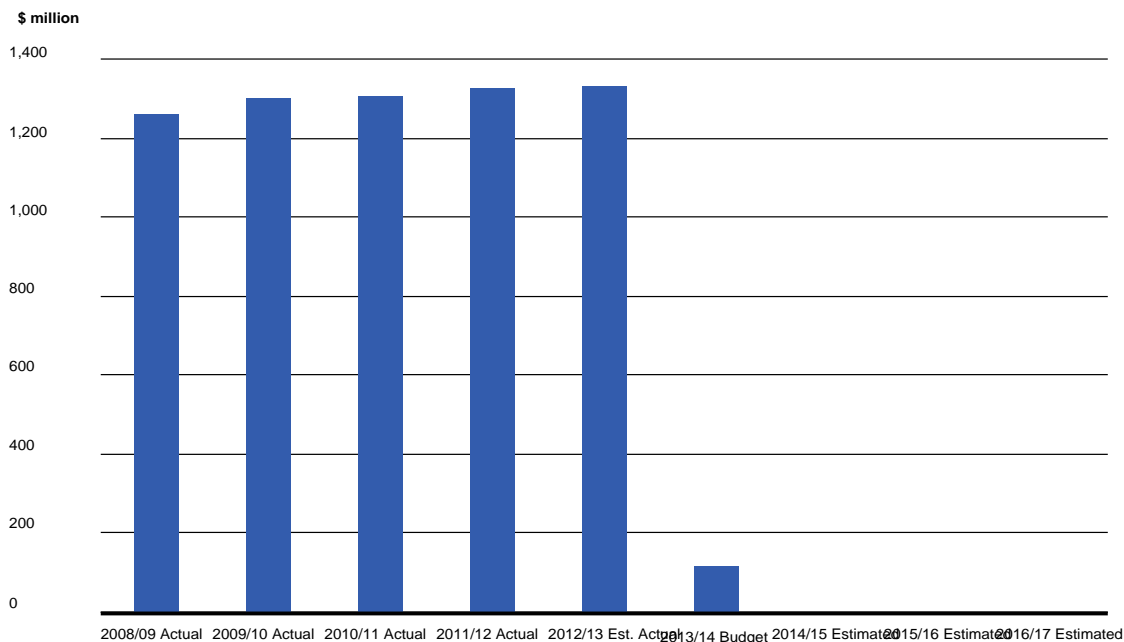
The number of New Zealand Superannuation recipients grew by 3.5% (or about 18,200 recipients) between 2008/09 and 2009/10. Annual growth in eligible recipients accelerated in line with the post-World War II increase in births and will peak at an estimated 27,400 (4.7%) between 2011/12 and 2012/13. The average number of recipients is expected to be around 612,300 during 2012/13. Annual growth will then ease back toward 22,200 in 2016/17, when an average of 704,500 recipients is expected.

Annual expenditure in 2008/09 was over \$7,700 million and accounted for 54% of total benefit spending in that year. It is expected to be over \$10,200 million in 2012/13 (57% of total benefit expenditure) and over \$12,700 million in 2016/17 (63% of total benefit expenditure). This growth is faster than implied by population growth alone. Annual inflation adjustments (which also links the New Zealand Superannuation payment rate to the net of tax average wage) typically account for about 50% of total annual changes in spending on New Zealand Superannuation.

Over the full nine year period shown in Figure 7, the number of recipients increases by nearly 182,500 (35%), while annual expenditure increases by nearly \$5,000 million or 64%, with just over 50% of the change in annual expenditure being the result of accumulated inflation adjustments.

Invalid's Benefit

Figure 8 - Trends in Invalid's Benefit



Financial Year

Source: Ministry of Social Development

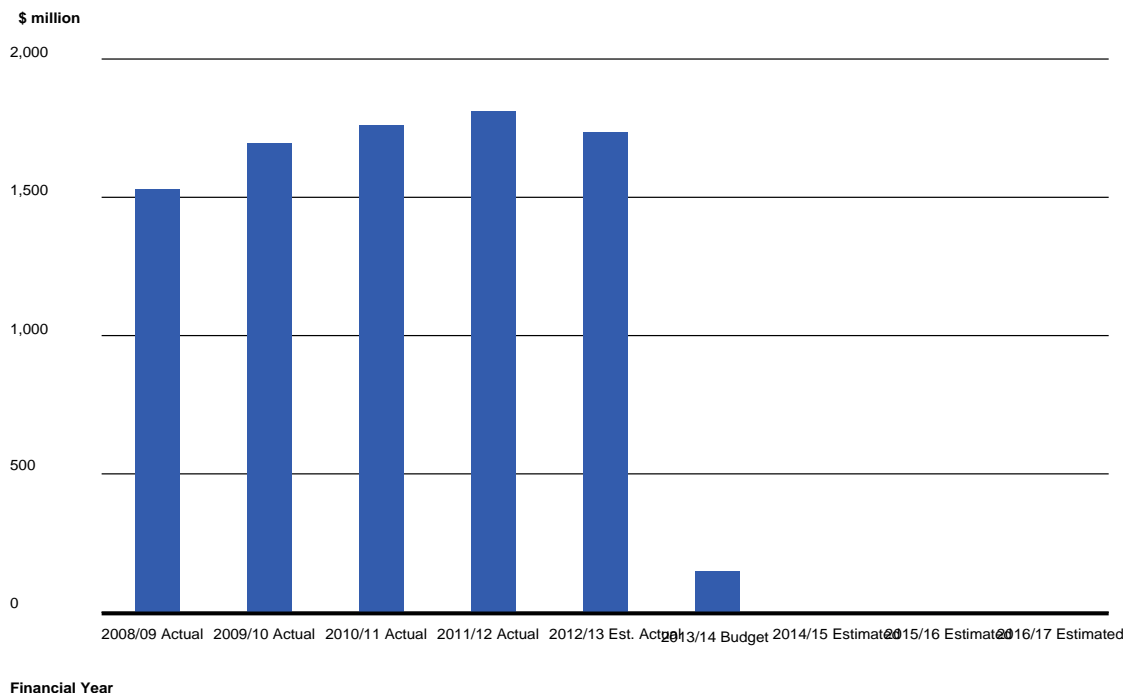
The number of Invalid's Benefit recipients peaked in late 2010 after growing at a slowing pace since 2008/09. Recipient numbers gradually fell until early 2012 and have been flat to slightly rising since. There will be an estimated average 87,000 recipients during 2012/13, down from 88,100 in 2010/11 and up from 85,900 in 2008/09.

Annual expenditure increased from \$1,260 million in 2008/09 to an estimated \$1,330 million in 2012/13. The increase is slower than otherwise would have been, as tax cuts in October 2008 and October 2010 reduced gross of tax expenditure. In 2008/09 and 2009/10, the tax cuts offset the higher number of recipients to leave growth in spending dominated by inflation adjustments. In more recent years, the slow rise and then fall in the number of recipients is more than offset by inflation adjustments, causing expenditure to continue to increase.

The significant drop in 2013/14 is because this appropriation ceases from 15 July 2013 and will be replaced by new benefits under Welfare Reform.

Domestic Purposes Benefit

Figure 9 - Trends in Domestic Purposes Benefit



Source: Ministry of Social Development

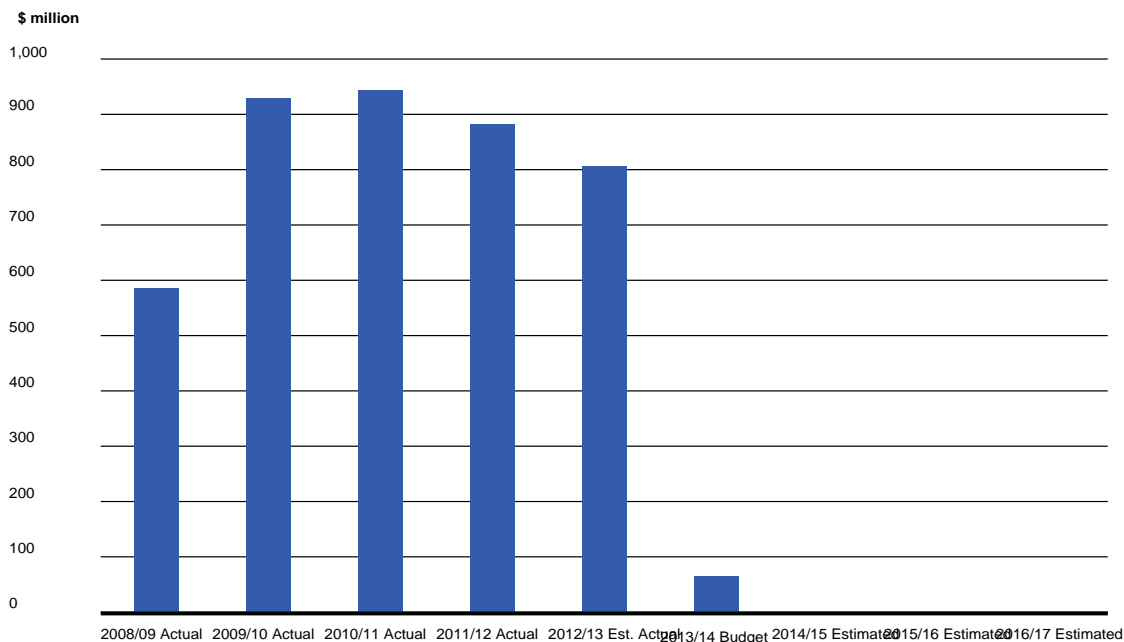
The average number of recipients is expected to fall to about 108,900 in 2012/13. Prior to this, from mid-2008, the number of recipients rose as the economy slowed sharply. Over 2008/09 there was an average of 101,100 recipients, which rose by a further 8,600 recipients the following year. The number of recipients continued to rise, peaking in 2011/12 with an average of 114,400 recipients.

Annual expenditure has increased from just over \$1,500 million in 2008/09 to an expected \$1,700 million in 2012/13. Tax cuts in October 2008 and October 2010 have reduced gross expenditure, while increases in recipient numbers over recent years and inflation adjustments account for the majority of the increase in expenditure up to 2011/12.

The significant drop in 2013/14 is because this appropriation ceases from 15 July 2013 and will be replaced by new benefits under Welfare Reform.

Unemployment Benefit and Emergency Benefit

Figure 10 - Trends in Unemployment Benefit and Emergency Benefit



Financial Year

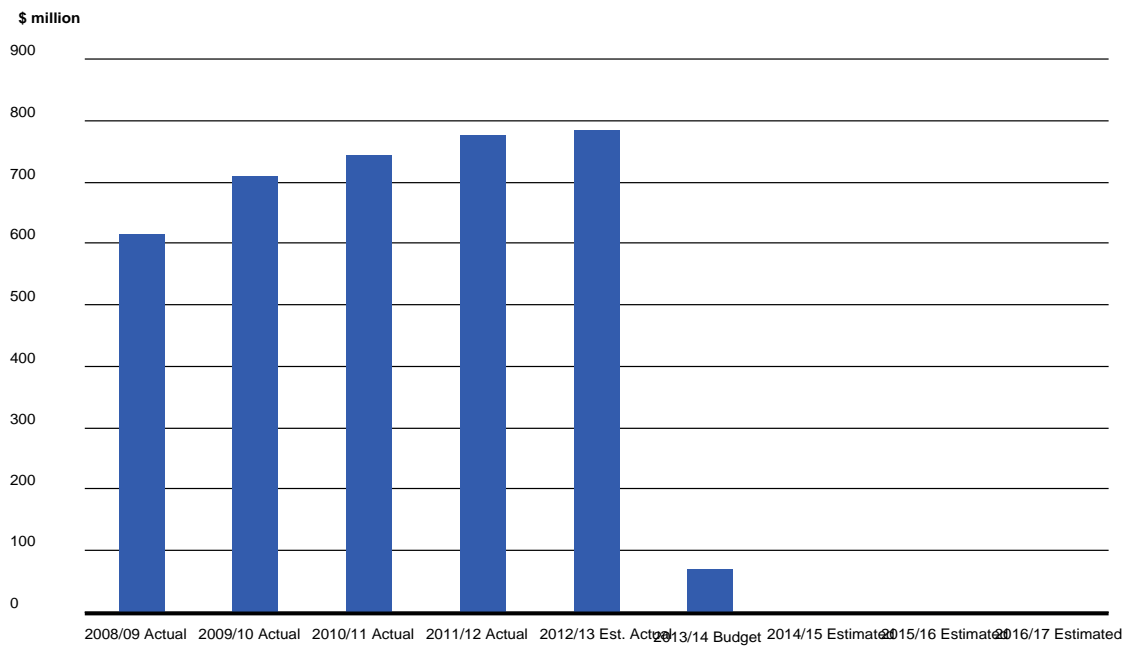
Source: Ministry of Social Development

The average number of Unemployment Benefit and Emergency Benefit recipients was about 47,600 during 2008/09 and peaked at around 80,000 in 2010/11, as the global financial crisis added to the already slowing economy. Most of the increase in annual expenditure and numbers, occurred between 2008/09 and 2009/10, with comparatively smaller increases in 2010/11. Expenditure and numbers fell in 2011/12 compared to 2010/11 and the number of recipients is projected to continue trending down.

Expenditure is expected to decrease from \$806 million in 2012/13 to about \$65 million in 2013/14. The significant drop in 2013/14 is because this appropriation ceases from 15 July 2013 and will be replaced by new benefits under Welfare Reform.

Sickness Benefit

Figure 11 - Trends in Sickness Benefit



Financial Year

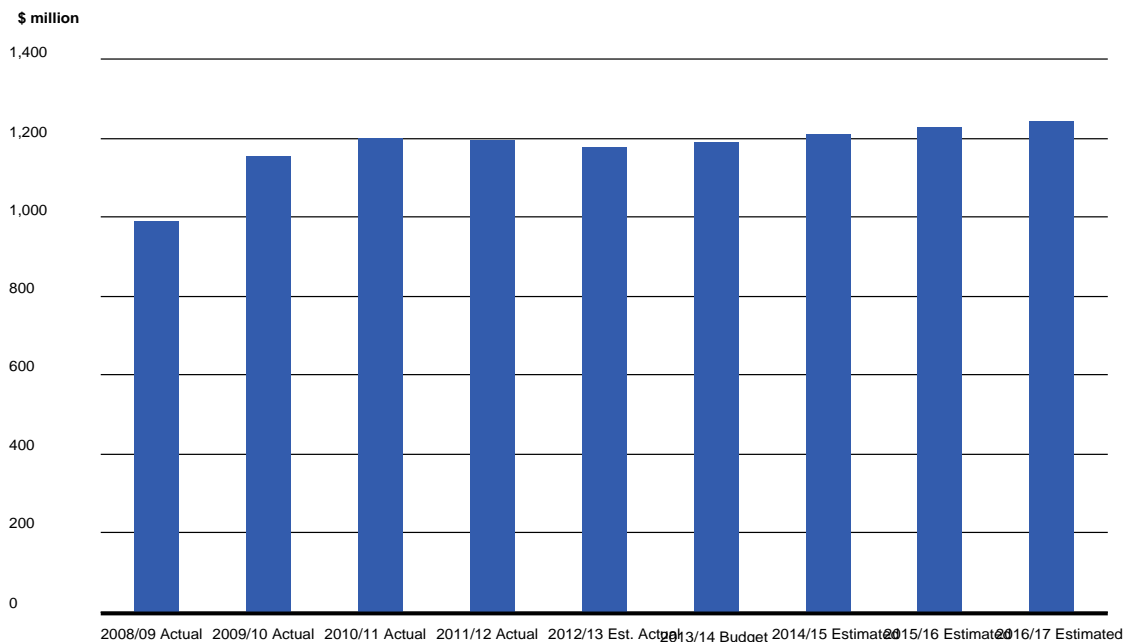
Source: Ministry of Social Development

The increase in expenditure from 2008/09 to 2009/10 mainly reflects growth in the number of recipients, followed by more subdued increases in the following period to 2011/12. This, along with annual inflation adjustments, raised annual expenditure from \$613 million in 2008/09 to \$775 million in 2011/12. This substantial increase reflects the sharp economic contraction in 2008/09 followed by low economic growth. The number of recipients is expected to be about 60,000 in 2012/13.

Expenditure is expected to decrease from \$782 million in 2012/13 to about \$70 million in 2013/14. The significant drop in 2013/14 is because this appropriation ceases from 15 July 2013 and will be replaced by new benefits under Welfare Reform.

Accommodation Assistance

Figure 12 - Trends in Accommodation Assistance



Financial Year

Source: Ministry of Social Development

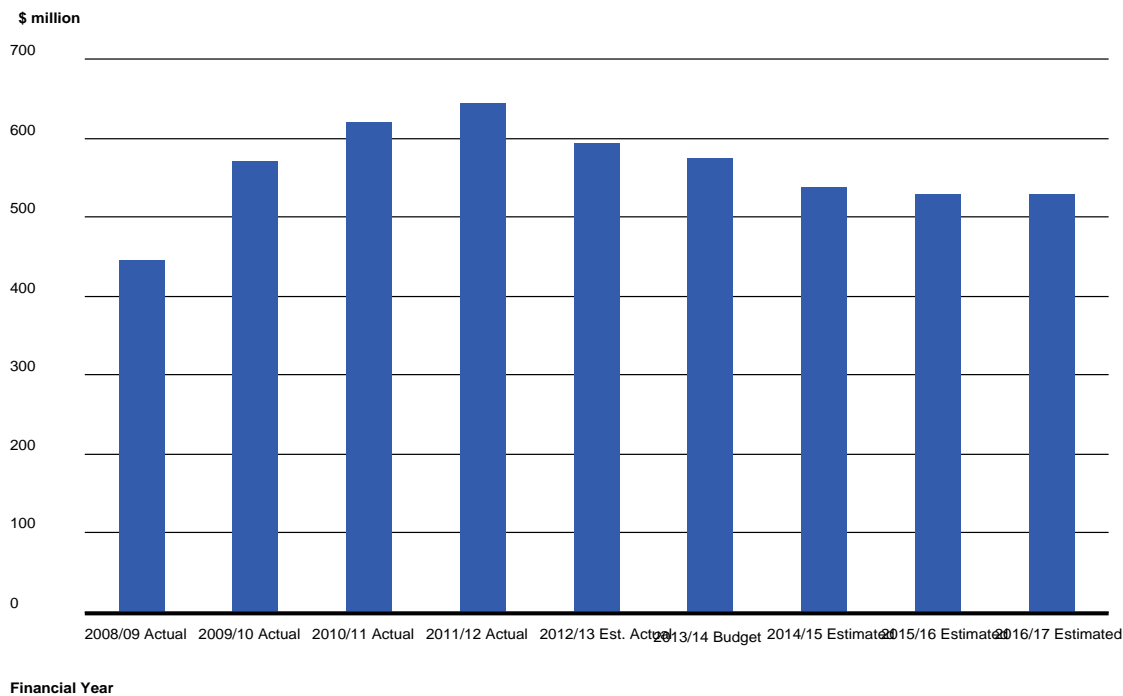
There were 267,000 recipients on average during 2008/09, which grew rapidly over the following year to an average of 312,000 in 2009/10. This growth was in line with increases in the underlying number of benefit recipients - particularly Unemployment Benefit and Emergency Benefit, Domestic Purposes Benefit and Sickness Benefit. The number of recipients peaked during 2010/11 at an average of nearly 320,000, and is expected to fall to around 305,000 this year and thereafter.

The average amount of Accommodation Assistance paid per recipient was fairly flat from 2008/09 to 2009/10 - reflecting constrained rents and house prices, lower mortgage interest rates and a higher proportion of boarders, who typically require lower payment rates. Average payment rates have increased every year since, and are expected to continue doing so over the forecast horizon.

Annual expenditure increased from \$989 million in 2008/09 to \$1,197 million in 2010/11. It is expected to fall slightly to \$1,178 million in the current year but then rise steadily to reach \$1,244 million in 2016/17.

Student Allowances

Figure 13 - Trends in Student Allowances



Financial Year

Source: Ministry of Social Development

The average number of Student Allowance recipients was 36,700 in 2008/09, though the number during term time (ie, ignoring November to March months, as the number of students drops steeply during November and increases steeply at the start of March) is typically over 30% greater than the annual average.

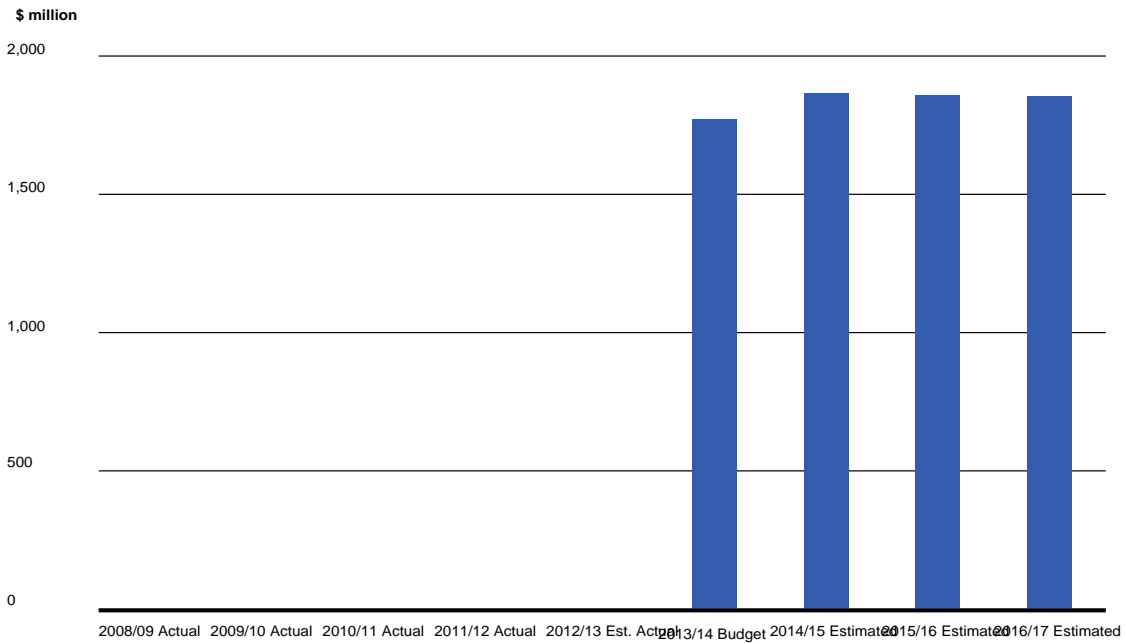
The average number of recipients rose rapidly to 47,300 in 2009/10, and peaked at 52,500 in 2011/12. This growth is in large part a response to the 2008/09 recession, and is reflected through a 50% increase in the ratio of Student Allowance recipients to the number of full-time equivalent students between 2007 and 2011. This higher uptake rate occurred at the same time as the population of 18 to 24 year olds reached a near-decade high as it accelerated following several years of being nearly flat prior to the start of the recession.

The average number of Student Allowance recipients is expected to decrease to 48,000 recipients in the 2012/13 year and to then decline to below 41,000 in 2016/17. Driving the decline is the expected recovery in the economy, the population of 18 to 24 year olds declining from its peak, and policy changes outlined above (and on-going impacts from earlier policies summarised in part 3.2).

Annual expenditure rose from \$444 million in 2008/09 to \$644 million in 2011/12, with about 23% of this represented by cumulative inflation adjustments to the weekly payment rate. By 2016/17, annual expenditure is estimated to have reduced to \$528 million, with cumulative inflation adjustments accounting for about 80% of the change between 2008/09 and 2016/17.

Jobseeker Support and Emergency Benefit

Figure 14 - Trends in Jobseeker Support and Emergency Benefit



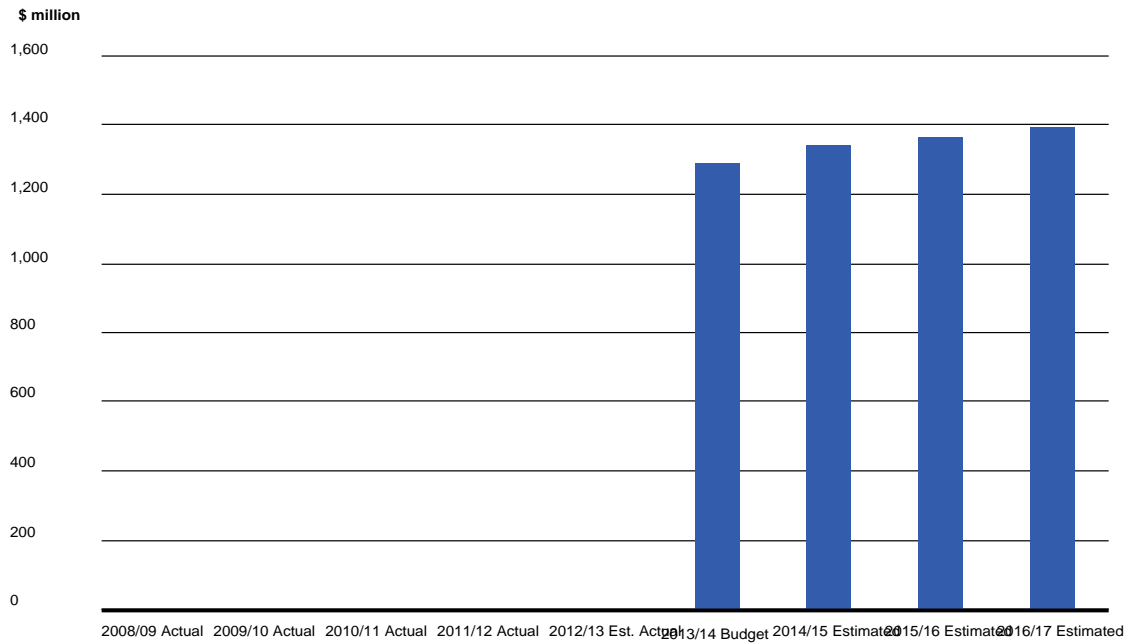
Financial Year

Source: Ministry of Social development

This is a new appropriation that begins on 15 July 2013. Expenditure for this appropriation is expected to rise from \$1,773 million in 2013/14 to \$1,867 million in 2014/15, mainly reflecting the impact of inflation adjustments. The number of recipients is expected to decline from 2013/14 to 2016/17. The 2014/15 year is the first full financial year.

Sole Parent Support

Figure 15 - Trends in Sole Parent Support



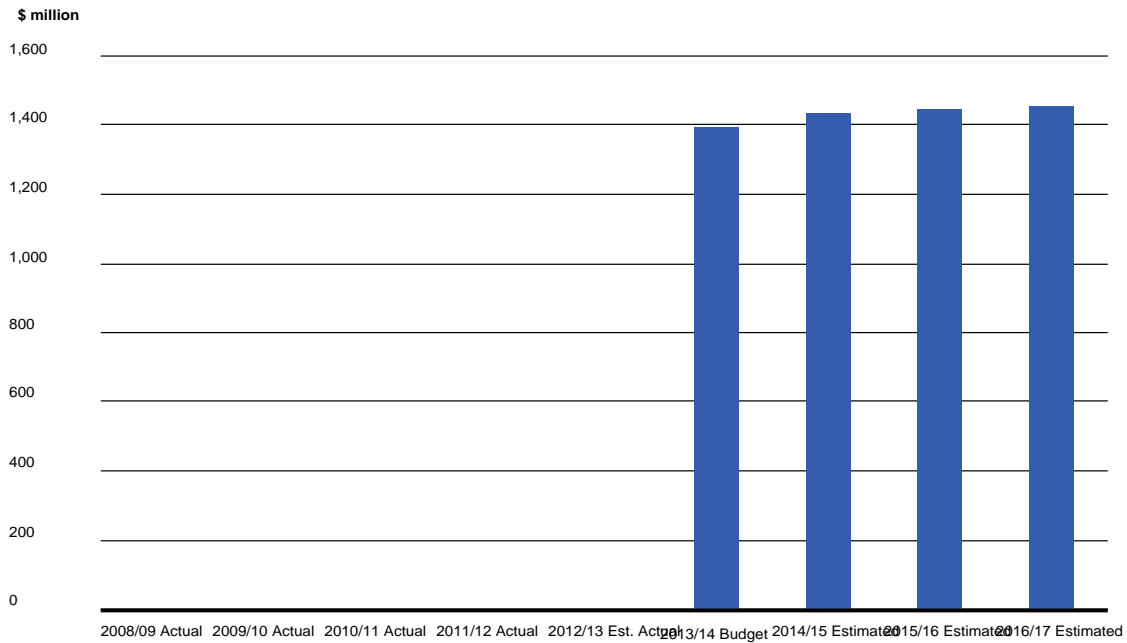
Financial Year

Source: Ministry of Social Development

This is a new appropriation that begins on 15 July 2013. Expenditure for this appropriation is expected to rise from \$1,288 million in 2013/14 to \$1,341 million in 2014/15, reflecting the impact of inflation adjustments. The number of recipients is expected to decline from 2013/14 to 2016/17. The 2014/15 year is the first full financial year.

Supported Living Payment

Figure 16 - Trends in Supported Living Payment



Financial Year

Source: Ministry of Social Development

This is a new appropriation that begins on 15 July 2013. Expenditure for this appropriation is expected to rise from \$1,392 million in 2013/14 to \$1,435 million in 2014/15, reflecting the impact of inflation adjustments more than off-setting the decline in the number of recipients. The 2014/15 year is the first full financial year. Expenditure is expected to continue rising from 2015/16, mainly because inflation adjustments to benefit payments exceed the impact of declining benefit numbers.

Part 1.4 - Reconciliation of Changes in Appropriation Structure

2012/13 Appropriations in the 2012/13 Structure	2012/13 (Current) \$000	Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2012/13 Appropriations in the 2013/14 Structure	2012/13 (Restated) \$000	2013/14 \$000
Vote Social Development						
Benefits and Other Unrequited Expenses						
Domestic Purposes Benefit	1,751,117	Transferred to Jobseeker Support and Emergency Benefit	(245,055)	Domestic Purposes Benefit	-	149,349
		Transferred to Sole Parent Support	(1,377,758)			
		Transferred to Supported Living Payment	(128,304)			
Invalid's Benefit	1,337,448	Transferred to Supported Living Payment	(1,337,448)	Invalid's Benefit	-	116,468
Sickness Benefit	789,928	Transferred to Jobseeker Support and Emergency Benefit	(789,928)	Sickness Benefit	-	69,833
Unemployment Benefit and Emergency Benefit	822,370	Transferred to Jobseeker Support and Emergency Benefit	(822,370)	Unemployment Benefit and Emergency Benefit	-	64,589
Widow's Benefit	71,911	Transferred to Jobseeker Support and Emergency Benefit	(71,911)	Widow's Benefit	-	5,996
Jobseeker Support and Emergency Benefit	-	Transferred from Domestic Purposes Benefit	245,055	Jobseeker Support and Emergency Benefit	1,929,264	1,773,301
		Transferred from Sickness Benefit	789,928			
		Transferred from Unemployment Benefit and Emergency Benefit	822,370			
		Transferred from Widow's Benefit	71,911			
Sole Parent Support	-	Transferred from Domestic Purposes Benefit	1,377,758	Sole Parent Support	1,377,758	1,287,824
Supported Living Payment	-	Transferred from Invalid's Benefit	1,337,448	Supported Living Payment	1,465,752	1,391,858
		Transferred from Domestic Purposes Benefit	128,304			
Total Changes in Appropriations	4,772,774		-		4,772,774	4,859,218

The programme of Welfare Reform has resulted in changes to the appropriation structure as noted in the table above. Existing appropriations: Domestic Purposes Benefit, Invalid's Benefit, Sickness Benefit, Widows Benefit and Unemployment and Emergency Benefit, will cease to exist from 14 July 2013. These will be replaced by the following new appropriations: Jobseeker Support and Emergency Benefit, Sole Parent Support and Supported Living Payment, covering funding from 15 July 2013 onwards.

Explanations of the reasons for changing the appropriation structure are noted in the details of each appropriation in Parts 2-6.

Part 2 - Details and Expected Performance for Output Expenses

Part 2.1 - Departmental Output Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - More people into work and out of welfare dependency	Administration of Trialling New Approaches to Social Sector Change, Management of Student Loans, Management of Student Support, excluding Student Loans, Planning, Correspondence and Monitoring, Promoting Positive Outcomes for Disabled People, Services to Protect the Integrity of the Benefit System, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, and Vocational Skills Training.
Outcome - More young people are in education, training or work	Administration of Trialling New Approaches to Social Sector Change, Development and Funding of Community Services, Family and Community Services, Management of Student Loans, Management of Student Support, excluding Student Loans, Planning, Correspondence and Monitoring, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, Vocational Skills Training, and Youth Development.
Outcome - More young people contribute positively to their communities	Administration of Trialling New Approaches to Social Sector Change, Management of Student Loans, Management of Student Support, excluding Student Loans, Planning, Correspondence and Monitoring, Promoting Positive Outcomes for Disabled People, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, and Youth Development.
Outcome - Fewer children are vulnerable	Adoption Services, Care and Protection Services, Children's Action Plan, Development and Funding of Community Services, Family and Community Services, Planning, Correspondence and Monitoring, Prevention Services, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, and Youth Justice Services.
Outcome - More efficient and effective allocation of government resources to meet community needs	Administration of Trialling New Approaches to Social Sector Change, Development and Funding of Community Services, Family and Community Services, Management of Service Cards (MCOA) - Administration of Community Services Card output class and Management of SuperGold Card output class, Planning, Correspondence and Monitoring, Promoting Positive Outcomes for Disabled People, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, and Youth Justice Services.

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - Fewer children and young people commit crime	Administration of Trialling New Approaches to Social Sector Change, Collection of Balances Owed by Former Clients and Non-beneficiaries, Development and Funding of Community Services, Family and Community Services, Planning, Correspondence and Monitoring, Services to Protect the Integrity of the Benefit System, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, Vocational Skills Training, and Youth Justice Services.
Outcome - Fewer people commit fraud and the system is fair and sustainable	Collection of Balances Owed by Former Clients and Non-beneficiaries, Services to Protect the Integrity of the Benefit System, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, and Tailored Sets of Services to Help People into Work or Achieve Independence
Outcome - More people interact with the Ministry in a digital environment	Administration of Trialling New Approaches to Social Sector Change, Care and Protection Services, Collection of Balances Owed by Former Clients and Non-beneficiaries, Development and Funding of Community Services, Family and Community Services, Income Support and Assistance to Seniors, Management of Service Cards (MCOA) - Administration of Community Services Card output class and Management of SuperGold Card output class, Management of Student Loans, Management of Student Support, excluding Student Loans, Prevention Services, Promoting Positive Outcomes for Disabled People, Property Management Centre of Expertise, Social Policy Advice (MCOA) - Forecast, Modelling, Information Monitoring and Analysis output class, Longitudinal Studies output class, Policy Advice output class and Research and Evaluation output class, Tailored Sets of Services to Help People into Work or Achieve Independence, and Youth Development.

For further information on the intended impacts, outcomes and objectives of the departmental output expense appropriations, please see the Statement of Intent for the Ministry of Social Development.

Administration of Trialling New Approaches to Social Sector Change (M36)

Scope of Appropriation

This appropriation is limited to the administration by committed individuals of the delivery of social sector services as part of the Social Sector Trials in specified locations.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	468	468	2,832
Revenue from Crown	468	468	2,832
Revenue from Other	-	-	-

Reasons for Change in Appropriation

This appropriation increases by \$2.364 million to \$2.832 million for 2013/14. This increase is mainly due to the expansion of Social Sector Trials model into ten new locations.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Services will be administered in between	3 locations	3 locations	3-13 (see Note 1) locations
The percentage of funding and contracting agreements that are consistent with the Code of Funding Practice (see Note 2) will be no less than	100%	100%	100%
The percentage of payments made to providers on time will be no less than	100%	100%	100%

Note 1 - In December 2012, the Cabinet agreed to expand the Trials model. The number of new Trials to be administered by committed individuals has yet to be determined, but will be no more than 10.

Note 2 - Launched by the Minister for the Community and Voluntary Sector in October 2010, the Code of Funding Practice aims to assist government agencies and non-profit organisations when entering into government funding arrangements. It sets out seven core codes, 22 key criteria and a range of success indicators.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Expansion of the Social Sector Trials Model into Ten New Locations	2013/14	-	1,517	1,517	-	-
Health's Contribution to Social Sector Trials	2013/14	-	758	758	-	-
Extending the Social Sector Trials Beyond February 2013	2012/13	185	557	-	-	-
Trialling New Approaches to Social Sector Change	2010/11	283	-	-	-	-

Adoption Services (M63)

Scope of Appropriation

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	7,142	7,142	7,114
Revenue from Crown	7,142	7,142	7,114
Revenue from Other	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of requests (see Note 1) from adults seeking identifying information on birth parents will be between	170-200	218	170-200

Note 1 - Under section 9 (4)(c) of the Adult Adoption Information Act 1985.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Efficiency Saving	2012/13	(1,895)	(1,923)	(1,949)	(1,949)	(1,949)
Value for Money (VFM) Departmental Spending Pressures and Savings	2011/12	(71)	(71)	(71)	(71)	(71)

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

Social work services, both statutory and informal, that protect and assist children and young people who are in need of care and protection.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	345,765	345,765	345,500
Revenue from Crown	343,966	343,966	343,701
Revenue from Other	1,799	1,799	1,799

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Engagement and Assessment			
The percentage of notifications that require further action allocated to a social worker within the timeframe appropriate to the safety of the child or young person will be between:			
• Critical (less than 24 hours)	95-100%	98%	95-100%
• Very urgent (up to 48 hours)	95-100%	99%	95-100%
• Urgent (up to seven days)	85-95%	96%	85-95%
• Low urgent (up to 28 days)	85-95%	95%	85-95%
The percentage of investigations/child and family assessments completed within 60 days for those aged five and over will be between	80%	89%	80-90%
Seeking Safety and Security			
The percentage of children and young people whose Care and Protection Family Group Conference plans were completed and the objectives were assessed as being met will be between	85-90%	94%	90-100%
The percentage of Care and Protection Family Group Conference plans reviewed by the agreed due date will be between	95-100%	99%	95-100%
The percentage of reports provided to Courts that are delivered on time will be between	90-95%	97%	90-100%
Securing Stability and Wellbeing			
The percentage of children and young people discharged from a care and protection residence with an individual transition plan to help them reintegrate into society will be between	90-100%	98%	95-100%
The percentage of Family Court plans reviewed on time will be between (see Note 1)	95-100%	96%	95-100%
The percentage of Family/Whānau Agreements reviewed within three months will be between	95-100%	99%	95-100%

Note 1 - The timeliness of Family Court planned reviews is directed by the Family Court (eg, children under seven years old have planned reviews every six months or as directed by the Court. Children and young people over seven years old have planned reviews every 12 months or as directed by the Court).

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Resolution of Historic Claims of Abuse	2013/14	-	4,000	4,000	4,000	4,000
Video Remote Interpreting Service	2013/14	-	(100)	(100)	(100)	(100)
Efficiency Saving	2012/13	1,194	35	(1,063)	(1,063)	(1,063)
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	502	542	333	333	333

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Expanding Frontline Social Work Capacity	2011/12	10,924	10,312	10,312	10,312	10,312
Expansion of Gateway Health and Education Assessments	2011/12	3,831	3,831	3,831	3,831	3,831
Extension of Early Learning Payments to Children in State Care	2011/12	2,852	2,913	2,913	2,913	2,913
Historical Claims	2011/12	4,000	-	-	-	-
Mental Health Services for Children in Care	2011/12	3,330	4,245	5,000	5,000	5,000
Onsite Overnight Carer Costs (Sleepovers)	2011/12	2,400	2,400	2,400	2,400	2,400
Trialling New Approaches to Social Sector Change	2011/12	(32)	-	-	-	-
Budget 2010 Tax Package	2010/11	810	810	810	810	810
Return of Balance Sheet - Retain Associated Capital Charge	2010/11	(490)	(490)	(490)	(490)	(490)
Social Workers in Hospitals	2010/11	1,732	1,732	1,732	1,732	1,732
Value for Money (VFM) Departmental Spending Pressures and Savings	2009/10	(1,774)	(1,774)	(1,774)	(1,774)	(1,774)

Children's Action Plan (M63)

Scope of Appropriation

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,535	2,535	400
Revenue from Crown	2,535	2,535	400
Revenue from Other	-	-	-

Reasons for Change in Appropriation

This appropriation decreases by \$2.135 million to \$400,000 for 2013/14. This decrease relates to the drawdown of funding from the Vulnerable Children's Contingency Fund to implement projects that are part of the Children's Action Plan (CAP).

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
A business case on the Vulnerable Children Information System will be completed no later than 30 June 2014	New measure	New measure	Standard met

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Drawdown of funding from the Vulnerable Children's Contingency Fund	2012/13	2,535	400	-	-	-

Collection of Balances Owed by Former Clients and Non-beneficiaries (M63)

Scope of Appropriation

Services to manage the collection of overpayments and recoverable assistance loans from former clients and other balances owed comprising of Student Allowance overpayments, Liable Parent Contributions, and court ordered Maintenance.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	14,084	14,084	14,011
Revenue from Crown	14,084	14,084	14,011
Revenue from Other	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The actual amount of money collected by the Collections Units is expected to be between	\$79-86m	\$79.6m	\$79-86m
The cost per dollar of collecting balances owed will be between	\$0.18-0.24	\$0.18	\$0.18-0.24
The percentage of work completed accurately by the Collections Units will be between	95-100%	97%	95-100%
The percentage of clients on arrangement to pay, or paid in full within four months of the balances owed transferring to the Collections Units will be between	80-85%	80%	80-85%
The percentage of clients on arrangement to pay, or paid in full within 12 months of balances owed transferring to the Collections Units will be between	85-90%	87%	85-90%

Conditions on Use of Appropriation

Reference	Conditions
Sections 85A to 86J of the Social Security Act 1964 and the Ministerial Direction for section 86 pursuant to section 5 of the Social Security Act 1964	The Social Security Act 1964 provides for the recovery of payments made in excess of authorised rates and for recoverable assistance loans. The Ministerial Direction for section 86A is in relation to the Chief Executive's powers to recover monies as debts due to the Crown.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Efficiency Saving	2012/13	(2,151)	(2,224)	(2,292)	(2,292)	(2,292)
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(152)	(152)	(152)	(152)	(152)

Development and Funding of Community Services (M63)*Scope of Appropriation*

Management of Government funding of community-based social and welfare services.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	8,227	8,227	8,329
Revenue from Crown	8,227	8,227	8,329
Revenue from Other	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The percentage of funding agreements that will have their provider monitoring reports reviewed and assessed at least once a year for funding agreement compliance will be no less than	100%	100%	100%
The percentage of Child, Youth and Family contracted providers (see Note 1) who will be assessed at least once every two years against Child, Youth and Family Approval Standards will be no less than (see Note 2)	100%	100%	100%
The percentage of payments to providers made in accordance with their contracts will be no less than	100%	100%	100%

Note 1 - As at 25 February 2013, Child, Youth and Family had 526 contracted providers.

Note 2 - This covers all providers contracted under sections 396 and 403 of the Children, Young Persons, and Their Families Act 1989.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Efficiency Saving	2012/13	23	(28)	(77)	(77)	(77)
Trialling New Approaches to Social Sector Change	2010/11	(153)	-	-	-	-
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(63)	(63)	(63)	(63)	(63)
Return of Balance Sheet Cash - Retain Associated Capital Charge	2010/11	(50)	(50)	(50)	(50)	(50)

Family and Community Services (M63)

Scope of Appropriation

Provision of leadership and co-ordination services to support and strengthen families and whānau; including providing information and advice that assists families, young people and communities and managing preventative social services programmes.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	35,746	35,746	35,692
Revenue from Crown	35,746	35,746	35,692
Revenue from Other	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Social Support Services Sector Leadership and Co-ordination			
<i>Heartland Services Centres</i>			
The percentage of surveyed clients agreeing that Heartland Services Centres have improved access to government and community services in their community will be no less than	80%	92%	80%
The percentage of surveyed agencies agreeing that they were satisfied or very satisfied with Heartland Services Centres' accessibility, range of services and facilities will be no less than	80%	92%	80%
Supporting Families and Communities			
<i>SKIP (Strategies with Kids, Information for Parents)</i>			
The percentage of community projects funded through SKIP (see Note 1) that meet their objectives will be between	90-95%	93%	90-95%

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
<i>Break Thru</i>			
The number of young people supported through group activities and events by youth workers will be between	5,000	8,379	6,000-8,000
Management of Social Services Funding Agreements			
The number of funding agreements will be between	1,500-1,900	1,900	1,500-1,900
The percentage of provider reports due that are received for assessment annually will be no less than	85%	85%	85%
The percentage of provider reports received that have been reviewed and assessed will be no less than	100%	100%	100%
The percentage of payments to providers that are made in accordance with their contracts will be between	97%	100%	95-100%

Note 1 - These projects are funded through the SKIP Local Initiatives Fund. Progress reports are used to determine whether objectives are being met.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
E Tu Whānau Expansion	2013/14	-	500	500	500	500
Efficiency Saving	2012/13	(364)	(470)	(569)	(569)	(569)
Non-Government Organisation Funding and Christchurch Support	2012/13	200	100	-	-	-
Transfer of Parenting and Relationship Education Programmes	2012/13	75	75	75	75	-
Youth Mental Health - Information for Parents, Family and Friends	2012/13	250	250	250	250	-
Youth Mental Health - Social Media Innovation Fund	2012/13	500	500	500	500	500
Be.Accessible (Delivering Accessible Tourism)	2011/12	1,000	1,000	1,000	1,000	1,000
Expansion of Home Instruction Programme for Pre-school and Youngsters	2011/12	53	53	11	11	11
Pathway to Partnership Unallocated Funding	2011/12	(5,427)	(5,427)	(5,427)	(5,427)	(5,427)
Community Response Fund: Extension	2010/11	(1,500)	(2,700)	-	-	-
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(141)	(141)	(141)	(141)	(141)
Community Response Model: NGO Quality Services Fund	2010/11	5,828	7,098	7,098	7,098	7,098
Expansion of the Settling In Programme	2010/11	418	-	-	-	-
Family Violence Whānau Ora Fund	2009/10	(78)	(78)	(78)	(78)	(78)

Income Support and Assistance to Seniors (M63)

Scope of Appropriation

This appropriation is limited to paying New Zealand Superannuation and social security entitlements (including administering related international social security agreements) and providing advice to help older people maintain independence and social participation; and administering international social security agreements relating to non-superannuitants; and assessing financial entitlement to Residential Care Subsidies.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	36,557	36,557	38,998
Revenue from Crown	36,557	36,557	38,998
Revenue from Other	-	-	-

Reasons for Change in Appropriation

This appropriation increases by \$2.441 million to \$38.998 million in 2013/14. This increase mainly relates to:

- Welfare Reform Phase Two - Implementation, Costs and Funding including overseas pension collection initiative \$1.734 million, and
- Expense transfer of \$600,000 from 2012/13 to complete the IT system changes required to implement the Welfare Reform overseas pension collection initiative.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Services to Seniors			
The percentage of clients (see Note 1) satisfied with the level of service provided by staff will be between	90-95%	95%	90-95%
The percentage of entitlement assessments completed accurately (see Note 2) will be between	90-95%	92%	90-95%
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 required timeframes (see Note 3) will be between	85-90%	85%	85-90%

Note 1 - In 2013/2014 the Ministry expects to survey 2,000 clients.

Note 2 - An assessment of entitlement is deemed accurate when the right person is receiving the correct entitlement, at the correct rate and from the correct commencement date.

Note 3 - This combines timeliness measures for all activities in this output expense. Standard timeframes for each component are as follows:

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

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Portability of New Zealand Superannuation to Niue, Tokelau and the Cook Islands	2014/15	-	-	70	137	66
Welfare Reform Phase Two - Implementation, Costs and Funding	2012/13	2,197	3,931	2,071	2,071	2,071
Efficiency Saving	2012/13	(2,164)	(2,657)	(2,839)	(2,839)	(2,839)
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(301)	(301)	(301)	(301)	(301)
Return of Balance Sheet Cash - Retain Associated Capital Charge	2010/11	(85)	(85)	(85)	(85)	(85)

Management of Service Cards MCOA (M63)

Scope of Appropriation

Administration of Community Services Card

This output class is limited to assessing entitlement, issuing cards, and promoting and distributing information about the Community Services Card.

Management of SuperGold Card

This output class is limited to management of the SuperGold Card and the Veteran SuperGold Card comprising assessing entitlement for, and issuing cards, distributing information about the Card, enlisting business partners to provide discounts to cardholders, and promoting use of the Card and related discounts.

Explanation for Use of Multi-Class Output Expense Appropriation

The two output classes grouped together under this MCOA are both related to Service Cards and as such involve similar services.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	6,681	6,681	6,654
Administration of Community Services Card	5,274	5,274	5,251
Management of SuperGold Card	1,407	1,407	1,403
Revenue from Crown	6,681	6,681	6,654
Administration of Community Services Card	5,274	5,274	5,251
Management of SuperGold Card	1,407	1,407	1,403
Revenue from Other	-	-	-
Administration of Community Services Card	-	-	-
Management of SuperGold Card	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Administration of Community Services Card Output Class			
The percentage of Community Services Card entitlement assessments (see Note 1) completed accurately will be between	95-100%	98%	95-100%
The percentage of Community Services Card entitlement assessments completed within five working days of receipt will be between	95-100%	98%	95-100%
Management of SuperGold Card Output Class			
The number of new business partners engaged will be no fewer than	200 (see Note 2)	2,400	1,000 (see Note 3)
The percentage of SuperGold Card entitlement assessments (see Note 4) completed accurately will be between	95-100%	100%	95-100%
The percentage of SuperGold Card entitlement assessments completed within five working days of receipt will be between	95-100%	96%	95-100%

Note 1 - This relates to Community Services Cards where an entitlement assessment is required, for example when the entitlement is based on income. Some Community Services Cards are issued automatically without requiring an assessment, for example when the recipient commences receiving a benefit.

Note 2 - For 2012/2013, the standard was set at 200 as no additional funding was expected. However, additional funding was received from Vote Senior Citizens and it is estimated that 2,400 new business partners will be engaged for 2012/2013.

Note 3 - For 2013/2014, SuperGold Card funds previously committed to other activities will be redirected to future business recruitment campaigns. The redirected funding will be less than the additional funding received in 2011/2012.

Note 4 - Recipients of New Zealand Superannuation and the Veterans' Pension are automatically issued with a SuperGold Card. However, around 6% of recipients require their entitlement to be assessed as they either elected not to apply for New Zealand Superannuation when they turned 65, or do not meet the New Zealand Superannuation residency requirements.

Conditions on Use of Appropriation

Reference	Conditions
Administration of Community Services Card Output Class	
Health Entitlement Cards Regulations 1993 pursuant to section 52 of the Health and Disability Services Act 1993, section 25(1)(c) of the Health Reforms (Transitional Provisions) Act 1993, and section 132A of the Social Security Act 1964	The Health Entitlement Cards Regulations 1993 provide for the assessment, issue, and administration of Community Services Cards.
Management of SuperGold Card Output Class	
Social Security (SuperGold Card) Regulations 2007 pursuant to section 132A of the Social Security Act 1964 and the Health Entitlement Cards Regulations 1993 pursuant to section 52 of the Health and Disability Services Act 1993, section 25(1)(c) of the Health Reforms (Transitional Provisions) Act 1993, and section 132A of the Social Security Act 1964	The Social Security (SuperGold Card) Regulations 2007 and the Health Entitlement Cards Regulations 1993 provide for the assessment, issue and administration of SuperGold Cards.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
<i>Administration of Community Services Card Output Class</i>						
Efficiency Saving	2012/13	(381)	(404)	(426)	(426)	(426)
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(47)	(47)	(47)	(47)	(47)
<i>Management of SuperGold Output Class</i>						
Efficiency Saving	2012/13	(14)	(18)	(21)	(21)	(21)

Management of Student Loans (M57)

Scope of Appropriation

This appropriation is limited to assessing and paying student loans to eligible tertiary students, and as part of managing this support, providing related guidance to students making financial and study decisions.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	16,489	16,489	15,407
Revenue from Crown	16,489	16,489	15,407
Revenue from Other	-	-	-

Reasons for Change in Appropriation

This appropriation decreases by \$1.082 million to \$15.407 million. This decrease mainly relates to:

- a one-off fiscally neutral transfer of \$700,000 in 2012/13 from Management of Student Support, excluding Student Loans appropriation, to reflect changes in volumes between Student Services and Student Loans, and
- funding approved in 2012/13 to enable StudyLink to implement policy changes relating to the Student Loan eligibility criteria.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The percentage of surveyed students (see Note 1) satisfied (see Note 2) with the quality of service received the last time (see Note 3) they contacted StudyLink will be between	85-90%	87%	85-90%
The percentage of students who receive their correct entitlement (living cost component) on their first payment will be between	95-100%	99%	95-100%
The percentage of initial entitlement assessments for a Student Loan completed within three working days of receipt of application will be between	95-100%	99%	95-100%
The number of visits to the Sussed Online Reality Check will be between	New measure	New measure	38,000-45,000
The percentage of Student Loan applications received online will be no less than	New measure	New measure	95%

Note 1 - In 2013/2014 it is expected that between 500-700 interviews will be completed each quarter. Telephone interviews are conducted each week with students who have had contact with StudyLink.

Note 2 - Students who say they are 'satisfied' or 'very satisfied' with StudyLink's service on a scale of 'very dissatisfied', 'dissatisfied', 'neither/nor', 'satisfied' or 'very satisfied'.

Note 3 - Within the previous 14 days.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Efficiency Saving	2012/13	(167)	(215)	(261)	(261)	(261)
Funding to Deliver Changes to Loan Eligibility for Entry-Level Education	2012/13	82	448	130	132	132
Increasing the Student Loan Repayment Rate from 10% to 12%	2012/13	10	-	-	-	-
Setting a per Equivalent Full-Time Student (EFTS) Student Loan Borrowing Limit for Pilot Training	2012/13	250	-	-	-	-
Setting a 2 Equivalent Full Time Student (EFTS) Student Loan Borrowing Limit	2012/13	202	13	13	13	13
Changes to the Student Loans Appropriations	2011/12	15,121	15,161	15,161	15,161	15,161

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Requiring Contact Details on Student Loan Applications	2011/12	71	-	-	-	-
Restricting Loans for People Aged 55 and Over to Tuition Fees Only	2011/12	46	-	-	-	-
Restricting Loans for Those in Default for One or More Years	2011/12	60	-	-	-	-

Management of Student Support, excluding Student Loans (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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	15,470	15,470	16,647
Revenue from Crown	15,470	15,470	16,647
Revenue from Other	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The percentage of surveyed students (see Note 1) satisfied (see Note 2) with the quality of service received the last time (see Note 3) they contacted StudyLink will be between	85-90%	87%	85-90%
The percentage of students who receive their correct Student Allowance entitlement on their first payment will be between	95-100%	96%	95-100%
The percentage of initial entitlement assessments for a Student Allowance completed within five working days of receipt of application will be between	95-100%	99%	95-100%
The number of visits to the Sussed Online Reality Check will be between	New measure	New measure	38,000-45,000
The percentage of Student Allowance applications completed online will be no less than	New measure	New measure	95%

Note 1 - In 2013/2014 it is expected that between 500-700 interviews will be completed each quarter. Telephone interviews are conducted each week with students who have had contact with StudyLink.

Note 2 - Students who say they are 'satisfied' or 'very satisfied' with StudyLink's service on a scale of 'very dissatisfied', 'dissatisfied', 'neither/nor', 'satisfied' or 'very satisfied'.

Note 3 - Within the previous 14 days.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Extending the Student Support Stand-Down Period for Permanent Residents	2013/14	-	380	-	-	-
Reducing Student Allowances Eligibility for Students Aged 40 and Over	2013/14	-	460	-	-	-
Removing Student Allowance Eligibility for those Aged 65 and Over	2013/14	-	340	-	-	-
Efficiency Saving	2012/13	(4,742)	(4,784)	(4,823)	(4,823)	(4,823)
Removing Student Allowance Eligibility for Postgraduate Study and Long Programmes	2012/13	652	163	166	170	170
Transfer of Funding for Student Text Messaging Platform	2012/13	172	-	-	-	-
Changes to the Student Loans Appropriations	2011/12	20,088	20,088	20,088	20,088	20,088

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

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

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	5,554	5,554	5,554
Revenue from Crown	5,554	5,554	5,554
Revenue from Other	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Ministerial and Executive Services			
The percentage of all drafts provided for the Minister's signature that are factually accurate, meet any legislative requirements, and contain no avoidable errors will be between, or no less than:			
• Ministerial correspondence replies	95%	99.5%	95-100%
• Parliamentary question responses	100%	99.77%	100%
• Ministerial Official Information Act request replies	100%	100%	100%
• Select Committee Estimates examination responses	100%	100%	100%

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The percentage of all drafts provided for the Minister's signature within the following timeframes will be between, or no less than:			
<ul style="list-style-type: none"> Ministerial correspondence replies completed within 20 working days of receipt by the Ministry, unless otherwise agreed 	95%	97.5%	95-100%
<ul style="list-style-type: none"> Parliamentary question responses provided to the Minister's Office so that answers can meet the timeframe set in Parliamentary Standing Orders 	100%	100%	100%
<ul style="list-style-type: none"> Ministerial Official Information Act request replies completed five days prior to the statutory time limit, unless otherwise agreed 	100%	100%	100%
<ul style="list-style-type: none"> Responses to Select Committee examinations provided to the Minister's Office so that answers can meet the timeframe set by the Committee(s) 	100%	100%	100%
Crown Entity Monitoring			
Advice will be delivered to the Minister on all social development Crown entities' statements of intent and output agreements	100%	100%	100%
Monitoring advice will be provided to the Minister on all social development Crown entities' performance reports	100%	100%	100%
Provide advice to the Minister on Crown entity and Statutory Board appointments as required	Standard met	Standard met	Standard met (see Note 1)
The percentage of all reports provided to the Minister that are factually accurate, meet any legislative requirements, and contain no avoidable errors will be between	95%	100%	95-100%
Percentage of cases where advice to Ministers on draft statements of intent for Crown entities for the next year is provided no later than 31 May 2014	100%	100%	100%
Percentage of cases where advice to Ministers on draft output agreements (see Note 2) for Crown entities for the next year is provided no later than 30 June 2014	100%	100%	100%
Performance reports reviewed no later than 20 working days from receipt of the final Crown entity report will be no less than	100%	100%	100%

Note 1 - Standard met means all the appointments identified in the report to Cabinet at the start of each calendar year are actioned as agreed with the Minister.

Note 2 - Output agreement also refers to memoranda of understanding where funding is not paid via Vote Social Development.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Work and Income Board - Welfare Reform	2012/13	264	264	264	264	264

Prevention Services (M63)

Scope of Appropriation

Education and advice services for the prevention of child abuse and neglect, and the promotion of the wellbeing of children, young people and their families.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	4,045	4,045	4,040
Revenue from Crown	4,032	4,032	4,027
Revenue from Other	13	13	13

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of child protection workshops delivered to professionals and service providers on how to recognise and respond to child abuse and to keep children safe will be no fewer than	85	85	85
The percentage of professionals and service providers attending child protection workshops with increased awareness and knowledge (see Note 1) on how to respond to child abuse and neglect will be between	95-100%	95%	95-100%

Note 1 - This will be measured by way of an evaluation to be completed by participants in the workshops.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Efficiency Saving	2012/13	(617)	(622)	(627)	(627)	(627)
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(19)	(19)	(19)	(19)	(19)

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,210	2,210	5,485
Revenue from Crown	2,210	2,210	5,485
Revenue from Other	-	-	-

Reasons for Change in Appropriation

This appropriation increases by \$3.275 million to \$5.485 million for 2013/14. This increase mainly relates to funding for the "Think Differently" campaign of \$3 million.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of monitoring reports by disabled people on their rights under the United Nations Convention on the Rights of Persons with Disabilities will be no fewer than	One report	One report	One report (see Note 1)
The number of community-led projects that are funded by the Think Differently campaign to promote positive attitudes will be between	New measure	New measure	20-25
The number of reports provided to the Minister for Disability Issues on progress with implementing the New Zealand Disability Strategy will be no fewer than	New measure	New measure	One report
The percentage of Think Differently partners (see Note 2) who report that attitudes and behaviours are shifting in their community will be no less than	New measure	New measure	50%
Progress will be monitored against the agreed Lifetime Design Ltd business plan no fewer than	Two times a year	Two times a year	Two times a year

Note 1 - The report is based on 50-100 interviews with disabled people.

Note 2 - The Think Differently partners include local authorities, NGOs and charitable organisations that promote and encourage positive attitudes and behaviours towards disabled people in their communities.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Promoting Lifetime Design in Housing	2013/14	-	500	500	500	-
Monitoring by Disabled People of Their Rights	2013/14	-	275	275	275	275
Think Differently Campaign	2013/14	-	3,000	3,000	-	-
Enabling Good Lives Work Programme	2012/13	50	800	900	900	-
Improving Attitudes Towards Disabled People	2010/11	1,000	-	-	-	-
Monitoring the United Nations Convention on the Rights of People with Disabilities	2010/11	250	-	-	-	-

Property Management Centre of Expertise (M66)*Scope of Appropriation*

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.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,651	2,651	2,755
Revenue from Crown	1,350	1,350	1,000
Revenue from Other	1,301	1,301	1,755

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Publish report (see Note 1) on property management information for agencies by 30 June 2014	Standard met	Standard met	Standard met
The number of agencies who receive brokerage, guidance, or support as at 30 June 2014 will be no fewer than	30	30	30

Note 1 - A new report is published each year.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Functional Leadership: Property	2012/13	1,701	2,755	2,755	2,755	2,755
Funding for the Property Management Centre of Expertise	2012/13	850	-	-	-	-

Services to Protect the Integrity of the Benefit System (M63)

Scope of Appropriation

Services to minimise errors, fraud and abuse of the benefit system.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	35,316	35,316	35,139
Revenue from Crown	35,316	35,316	35,139
Revenue from Other	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The percentage of cases referred to National Fraud Investigators that are 'fully investigated' (see Note 1) will be between	95-100%	97%	95-100%
Of all the cases we prosecute, the percentage of successful prosecutions concluded will be no less than	95%	95%	95%
The percentage of cases (see Note 2) completed within a 12-month period will be no less than	95%	98%	95%

Note 1 - A case is 'fully investigated' when an assessment is made to either close, take no further action or commence a full investigation.

Note 2 - This includes cases referred by all sources for further enquiry, for example fraud allegations and data matches.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Efficiency Saving	2012/13	(1,015)	(1,192)	(1,361)	(1,361)	(1,361)
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(282)	(282)	(282)	(282)	(282)
Return of Balance Sheet Cash - Retain Associated Capital Charge	2010/11	(75)	(75)	(75)	(75)	(75)

Social Policy Advice MCOA (M63)

Scope of Appropriation

Forecast, Modelling, Information Monitoring and Analysis

This output class is limited to providing forecast, modelling, information monitoring and analysis used to inform social policy development and to support government decision-making.

Longitudinal Studies

This output class is limited to providing longitudinal studies to inform social policy development and to support decision-making by Ministers on government social policy matters.

Policy Advice

This output class 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.

Research and Evaluation

This output class is limited to providing research and evaluation to inform the development of social policy advice and to support government decision-making.

Explanation for Use of Multi-Class Output Expense Appropriation

The four output classes under the MCOA relate to the same broad service of providing advice to Ministers to support decision making.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	35,352	33,852	32,811
Forecast, Modelling, Information Monitoring and Analysis	6,450	6,450	6,450
Longitudinal Studies	3,410	3,410	3,001
Policy Advice	18,362	18,362	18,180
Research and Evaluation	7,130	5,630	5,180
Revenue from Crown	34,030	34,030	32,811
Forecast, Modelling, Information Monitoring and Analysis	6,450	6,450	6,450
Longitudinal Studies	2,088	2,088	3,001
Policy Advice	18,362	18,362	18,180
Research and Evaluation	7,130	7,130	5,180
Revenue from Other	1,322	1,322	-
Forecast, Modelling, Information Monitoring and Analysis	-	-	-
Longitudinal Studies	1,322	1,322	-
Policy Advice	-	-	-
Research and Evaluation	-	-	-

Reasons for Change in Appropriation

The total appropriation decreases by \$2.541 million to \$32.811 million for 2013/14. This is mainly due to a decrease in the Research and Evaluation output class of \$1.950 million and a \$409,000 reduction in the Longitudinal Studies output class funding in 2013/14.

Under the Research and Evaluation output class, a one-off funding for Welfare Reform Phase Two - Implementation, Costs and Funding of \$3.480 million was approved in 2012/13 and this decreases by \$1.950 million to \$1.530 million for the on-going evaluation of the Welfare Reform programme.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Forecast, Modelling, Information Monitoring and Analysis Output Class			
The Annual Statistical Report is published by 30 June 2014	Standard met	Standard met	Standard met
Analysis, reporting and costing advice will be delivered in accordance with work priorities identified and advised by Ministers	Standard met	Standard met	Standard met
An audit (see Note 1) shows the Ministry of Social Development's quality assurance processes have been followed in between	90-95% of cases	100% of cases	90-95% of cases
Joint Ministers' reports will be produced for each baseline update, within stipulated timelines, to enable baselines to be updated to reflect forecast changes	Standard met	Standard met	Standard met
Longitudinal Studies Output Class			
The percentage of contracted outputs that are delivered and completed within the agreed period will be between	90-95%	90-95%	90-95%
Policy Advice Output Class			
The satisfaction rating given by Ministers for the quality and timeliness of policy advice, as per the Common Satisfaction Survey will be at least	New measure	New measure	7.0 (see Note 2)
An audit (see Note 3) shows the Ministry of Social Development's quality assurance processes have been followed in between	90-95% of cases	96.5% of cases	90-95% of cases
The technical quality of policy advice papers assessed by a survey with a methodical robustness of 85% (see Note 4) will be no less than	New measure	New measure	70%
The total cost (see Note 5) per hour per person of producing outputs is no more than	New measure	New measure	\$114.00
Research and Evaluation Output Class			
Research and evaluation will be delivered in accordance with work priorities identified and advised by Ministers (see Note 6)	Standard met	Standard met	Standard met (see Note 7)
An audit (see Note 3) shows the Ministry of Social Development's quality assurance processes have been followed in between	90-95% of cases	100% of cases	90-95% of cases
The technical quality of research and evaluation papers assessed by a survey with a methodical robustness of 85% (see Note 4) will be no less than	New measure	New measure	70%

Note 1 - The work in relation to the internal audit, review or survey for this measure is conducted during the year and reported on an annual basis. Under the audit, a random sample of reports is reviewed internally during the year to assess their compliance with minimum quality assurance standards.

Note 2 - 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 3 - The work in relation to the internal audit for this measure is conducted during the year and reported on an annual basis. A random sample of reports is reviewed to assess whether they comply with minimum quality assurance standards.

Note 4 - This measure is a compulsory policy advice measure for all public sector agencies. The wording of the measure was supplied by the Treasury.

Note 5 - This measure provides 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 6 - The Ministers who receive services are the Minister for Social Development, the Minister of State Services, the Associate Ministers for Social Development, the Minister of Youth Affairs, the Minister for Senior Citizens and the Minister for Disability Issues.

Note 7 - 'Standard met' means the items on the Ministry's work programme designated as being representative of Ministers' priorities around research and evaluation are completed.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
<i>Longitudinal Studies Output Class</i>						
Growing Up in New Zealand Longitudinal Study	2013/14	-	3,001	2,565	-	-
Growing Up in New Zealand Longitudinal Study	2012/13	1,838	-	-	-	-
Growing Up in New Zealand	2010/11	250	-	-	-	-
<i>Policy Advice Output Class</i>						
Efficiency Saving	2012/13	(2,428)	(2,610)	(2,782)	(2,782)	(2,782)
Children's Action Plan	2011/12	800	-	-	-	-
Review of Arrangements for the Community and Voluntary Sector Portfolio	2011/12	(1,484)	(1,484)	(1,484)	(1,484)	(1,484)
Transfer of the New Zealand Family Violence Clearinghouse to the Families Commission	2010/11	(354)	(354)	(354)	(354)	(354)
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(226)	(226)	(226)	(226)	(226)
NZ Productivity Commission	2010/11	(150)	(150)	(150)	(150)	(150)
Return of Balance Sheet Cash - Retain Associated Capital Charge	2010/11	(70)	(70)	(70)	(70)	(70)
Family Violence Whānau Ora Fund	2009/10	(60)	(60)	(60)	(60)	(60)
Carers Strategy Information Pack for Informal Carers	2009/10	80	80	80	80	80

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
<i>Research and Evaluation Output Class</i>						
Welfare Reform Phase Two - Investment Approach	2013/14	-	1,530	1,500	1,500	1,500
Welfare Reform Phase Two - Implementation, Costs and Funding	2012/13	3,480	-	-	-	-

Tailored Sets of Services to Help People into Work or Achieve Independence (M63)

Scope of Appropriation

This appropriation is limited to delivering tailored sets of services to individuals to help them into sustainable employment, participate more fully in their community or achieve a greater level of social independence; and the management of related non-departmental output contracts. The composition of each set of services is determined by the individual's needs and selected from a mix of employment readiness training and support, employment placement, social support services, payment of income support and training support benefits, and referrals to other employment or social support providers.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	452,270	452,270	441,563
Revenue from Crown	442,271	442,271	432,670
Revenue from Other	9,999	9,999	8,893

Reasons for Change in Appropriation

This appropriation decreases by \$10.707 million to \$441.563 million in 2013/14. This decrease mainly relates to:

- the impacts of Welfare Reform on the appropriation resulting in a decrease of \$8.111 million
- transfer of Work and Income external monitor costs of \$750,000 to Vote Finance, and
- Efficiency savings of \$1.638 million.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The proportion of clients who participate in a triage service and do not require a benefit within 28 days will be between	35-40%	39%	35-40%
The proportion of Jobseeker Support clients with less than 52 weeks benefit duration who participate in a work-focused intervention will be between	New measure	New measure	70-75%
The proportion of Jobseeker Support clients with more than 52 weeks benefit duration who participate in a work-focused intervention will be between	New measure	New measure	60-65%
The proportion of Jobseeker Support clients who undertake a comprehensive work assessment will be no less than	New measure	New measure	100%
The proportion of Sole Parent Support clients with part-time work obligations (with a youngest child aged between five and 13 years) and a duration of less than 52 weeks who participate in a work-focused intervention will be between	New measure	New measure	55-60%
The proportion of Sole Parent Support clients with part-time work obligations (with a youngest child aged between five and 13 years) and a duration of more than 52 weeks who participate in a work-focused intervention will be between	New measure	New measure	60-65%
The proportion of Sole Parent Support clients with pre-employment obligations (with a youngest child aged under five years) who will be engaged with will be between	New measure	New measure	40-45%
The proportion of Jobseeker Support clients with less than 52 weeks benefit duration who do not return to benefit within 91 days of exit will be between	New measure	New measure	80-85%
The proportion of Jobseeker Support clients with more than 52 weeks benefit duration who do not return to benefit within 91 days of exit will be between	New measure	New measure	70-75%
The proportion of Jobseeker Support clients aged 18 to 24 years with less than 52 weeks benefit duration who do not return to benefit within 91 days of exit will be between	New measure	New measure	80-85%
The proportion of Jobseeker Support clients aged 18 to 24 years with more than 52 weeks benefit duration who do not return to benefit within 91 days of exit will be between	New measure	New measure	65-70%
The average time that Sole Parent Support clients (with a youngest child aged between five and 13 years) with a cumulative benefit duration of less than 52 weeks spend in part-time employment will be between	New measure	New measure	20-25 weeks (see Note 1)
The average time that Sole Parent Support clients (with a youngest child aged between five and 13 years) with a cumulative benefit duration of more than 52 weeks spend in part-time employment will be between	New measure	New measure	30-35 weeks
The proportion of payments to third-party providers that are made in accordance with their contracts will be no less than	100%	100%	100%
The proportion of benefit entitlement assessments completed accurately will be no less than	90%	90.6%	90%
The proportion of benefit entitlement assessments completed within five working days will be no less than	85%	91.8%	90%

Note 1 - The number of weeks during the year in which a Sole Parent Support recipient worked part-time while on benefit.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Work and Income Programme Savings - Welfare Reform	2014/15	-	-	(2,850)	-	-
Transfer of Work and Income External Monitor Costs to Vote Finance	2013/14	-	(750)	(750)	-	-
Welfare Reform Phase Two - Departmental Implementation	2013/14	-	3,461	1,640	1,640	1,640
Welfare Reform Phase Two - Investment Approach	2013/14	-	1,930	1,930	1,930	1,930
Welfare Reform Phase Two - Work and Income staff	2013/14	-	24,772	24,480	17,080	17,080
Welfare Reform Phase Two - External Contracting	2013/14	-	953	953	953	953
Welfare Reform Phase Two - Health and Disability Workability Assessment	2013/14	-	625	1,250	2,000	2,000
Efficiency Saving	2012/13	4,102	2,464	625	625	625
Needs Assessment for Social Housing	2012/13	1,450	2,700	-	-	-
Welfare Reform Phase Two - Implementation, Costs and Funding	2012/13	29,057	-	-	-	-
Work and Income Staff Costs - Welfare Reform	2012/13	16,905	12,910	12,579	12,751	12,751
Youth Pipeline Ongoing Cost of IT	2012/13	440	440	440	440	440
Welfare Reform: Overview of Package	2011/12	5,200	-	-	-	-
Limited Service Volunteers	2011/12	7,150	7,150	7,150	-	-
Canterbury Earthquake: Response	2010/11	1,867	1,185	-	-	-
Reconfiguring Training Opportunities	2010/11	1,000	1,000	1,000	1,000	1,000
Trialling New Approaches to Social Sector Change	2010/11	(44)	-	-	-	-
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(3,534)	(3,534)	(3,534)	(3,534)	(3,534)
Return of Balance Sheet Cash - Retain Associated Capital Charge	2010/11	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)

Vocational Skills Training (M63)*Scope of Appropriation*

This appropriation is limited to vocationally based skills training for working-age people through the Training Opportunities Programme.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	54,635	54,635	46,784
Revenue from Crown	54,635	54,635	46,784
Revenue from Other	-	-	-

Reasons for Change in Appropriation

This appropriation decreases by \$7.851 million in 2013/14. This decrease mainly relates to:

- transfer of \$6.661 million funding to Vote Tertiary Education for the operational costs of the Tertiary Education Commission, and
- Christchurch trades training funding of \$1.190 million finishing in 2012/13.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of contracted places in Foundation Focused Training Opportunity study programmes will be between	4,150	3,958	3,700-4,000
The proportion of participants in Foundation Focused Training Opportunity study programmes who move into training or employment will be between	New measure	New measure	60-64%

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Work and Income Programme Savings - Welfare Reform	2014/15	-	-	(20,000)	(20,000)	(20,000)
Transfer of Operating Funding to the Tertiary Education Commission	2013/14	-	(6,661)	(6,661)	(6,661)	(6,661)
Active Management of Vote Tertiary Education	2011/12	1,190	-	-	-	-
Reconfiguring Training Opportunities	2010/11	(32,190)	(32,190)	(32,190)	(32,190)	(32,190)

Youth Development (M77)

Scope of Appropriation

This appropriation is limited to providing leadership and service delivery to promote the interests of, and improve outcomes for, young people.

Expenses and Revenue

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,974	2,974	2,953
Revenue from Crown	2,974	2,974	2,953
Revenue from Other	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Supporting Young People's Participation in Government Decision-making			
The number of youth participation activities delivered will be between	New measure	New measure	80-100
The number of young people participating in decision-making (see Note 1) activities will be between	4,000	4,000	3,500-4,000
The percentage of young people who report an increase in skills and knowledge from attending youth participation activities will be no less than	New measure	New measure	95%
The percentage of young people who report being satisfied or very satisfied with their involvement in youth participation activities will be between	95-100%	95%	95-100%
Enabling Youth Development			
The percentage of funding and contracting agreements that are consistent with the Code of Funding Practice (see Note 2) will be no less than	100%	100%	100%

Note 1 - This measure accounts for the number of young people participating in programmes and activities supported by the Ministry of Youth Development that involve them engaging in decision-making aspects at local and national levels, such as funding selection panels. Whenever practicable, this measure will be assessed through feedback from youth participants.

Note 2 - Launched by the Minister for the Community and Voluntary Sector in October 2010, the Code of Funding Practice aims to assist government agencies and non-profit organisations when entering into government funding arrangements. It sets out seven core codes, 22 key criteria and a range of success indicators.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Efficiency Saving	2012/13	(374)	(395)	(416)	(416)	(416)
Review of Contracted Services	2010/11	(200)	(200)	(200)	(200)	(200)

Youth Justice Services (M63)

Scope of Appropriation

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	132,440	129,940	131,896
Revenue from Crown	132,440	132,440	131,896
Revenue from Other	-	-	-

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Youth Justice Safety and Belonging			
The percentage of Youth Justice Family Group Conferences held within statutory timeframes (unless there are special reasons for delay (see Note 1)) will be between	95-100%	97%	95-100%
Youth Justice Changing Behaviour and Enhancing Wellbeing			
The percentage of children and young people whose Youth Justice Family Group Conference plans were completed and the objectives were assessed as being met will be between	85-90%	94%	85-90%
The percentage of young people discharged from a youth justice residence, after completing a Supervision with Residence Order, who receive an individual transition plan to help them reintegrate into society will be between	90-100%	99%	95-100%
The percentage of Youth Justice Family Group Conference plans reviewed on time will be between	95-100%	99%	95-100%
The percentage of early release reports completed on time will be between	90-100%	99%	90-100%

Note 1 - Section 249(6) of the Children, Young Persons, and Their Families Act 1989 enables a Family Group Conference to be delayed for special reasons. A Youth Justice Co-ordinator may hold a Family Group Conference outside the normal timeframes or adjourn to a later date due to:

- the unavailability of key whānau (especially the custodial parent), the child or young person, a victim or the youth advocate
- a delay in receiving information critical for the Family Group Conference to consider, and
- the Family Group Conference requesting an adjournment to enable its members to come to an agreement.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Efficiency Saving	2012/13	(4,881)	(5,425)	(5,941)	(5,941)	(5,941)
Value for Money (VFM) Departmental Spending Pressures and Savings	2010/11	(741)	(741)	(741)	(741)	(741)
Reducing Youth Offending Programme	2010/11	1,400	1,400	1,400	1,400	1,400
Return of Balance Sheet Cash - Retain Associated Capital Charge	2010/11	(200)	(200)	(200)	(200)	(200)
Fresh Start for Young People	2009/10	(3,000)	(3,000)	(3,000)	(3,000)	(3,000)
A Fresh Start for Young Offenders	2009/10	22,050	22,050	22,050	22,050	22,050
Operating Funding for Additional Beds at Youth Justice Central Residences	2009/10	2,617	2,617	2,617	2,617	2,617

Part 2.2 - Non-Departmental Output Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - More people into work and out of welfare dependency	Assistance to Disadvantaged Persons, Connected Communities, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Services for Young People, Student Placement Services, Trialling New Approaches to Social Sector Change, Vocational Services for People with Disabilities, Youth Development Partnership Fund, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.
Outcome - More young people are in education, training or work	Assistance to Disadvantaged Persons, Connected Communities, Families Commission, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Strengthening Providers and Communities, Student Placement Services, Trialling New Approaches to Social Sector Change, Vocational Services for People with Disabilities, Youth Development Partnership Fund, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.
Outcome - More young people contribute positively to their communities	Connected Communities, Families Commission, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Services for Young People, Trialling New Approaches to Social Sector Change, Youth Development Partnership Fund, Youth Support Services MCOA - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.
Outcome - Fewer children are vulnerable	Assistance to Disadvantaged Persons, Children's Commissioner, Connected Communities, Counselling and Rehabilitation Services, Education and Prevention Services, Families Commission, Family Wellbeing Services, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Strengthening Providers and Communities, Strong Families, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - More efficient and effective allocation of government resources to meet community needs	Assistance to Disadvantaged Persons, Children's Commissioner, Connected Communities, Counselling and Rehabilitation Services, Education and Prevention Services, Families Commission, Family Wellbeing Services, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Strengthening Providers and Communities, Strong Families, Trialling New Approaches to Social Sector Change, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.
Outcome - Fewer children and young people commit crime	Children's Commissioner, Counselling and Rehabilitation Services, Education and Prevention Services, Families Commission, Family Wellbeing Services, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Strengthening Providers and Communities, Trialling New Approaches to Social Sector Change, Youth Support Services MCOA - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.
Outcome - Fewer people commit fraud and the system is fair and sustainable	Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class.
Outcome - More people interact with the Ministry in a digital environment	Assistance to Disadvantaged Persons, Connected Communities, Counselling and Rehabilitation Services, Education and Prevention Services, Family Wellbeing Services, Independent Advice on Government Priority Areas (MCOA) - Other Advice output class and Policy Advice output class, Services for Young People, Strengthening Providers and Communities, Strong Families, Trialling New Approaches to Social Sector Change, Vocational Services for People with Disabilities, Youth Development Partnership Fund, Youth Support Services (MCOA) - Support for Youth Payment and Young Parent Payment recipients output class and Support to prevent disengaged young people from coming on to benefit at the age of 18 output class.

For further information on the intended impacts, outcomes and objectives of the non-departmental output expense appropriations, please see the Statements of Intent for the Children's Commissioner and the Families Commission.

Assistance to Disadvantaged Persons (M63)

Scope of Appropriation

This appropriation is limited to the provision of resources and assistance to disadvantaged and disabled people in the community and comprises: distribution of talking books and articles for the blind; advocacy assistance to people seeking entitlements from government agencies; and supporting and promoting the development of more houses accessible by disabled and older people.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,450	1,450	950

Reasons for Change in Appropriation

This appropriation decreased by \$500,000 as the Budget 2010 initiative Government Partnership with Lifetime Design Homes funding was only up to 2012/13. Funding has been extended in Budget 2013 for 2013/14 under Departmental appropriation, Promoting Positive Outcomes for Disabled People.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Talking Books and Articles for the Blind			
The number of Talking Books titles delivered will be no fewer than	New measure	New measure	550,000
The number of Articles for the Blind delivered will be no fewer than	8,000	7,000	7,000
Citizens' Support			
Advocacy services provided in each of the Work and Income regions will be no fewer than	11 (see Note 1)	11	11

Note 1 - Conditional grants were approved for 12 advocacy groups located in eight regions across New Zealand. The 12th group was granted funding to provide training nationally for community groups and new advocacy groups.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Government Partnership with Lifetime Design Homes	2010/11	500	-	-	-	-
Student Job Search and Additional Job Ops Places	2009/10	(500)	(500)	(500)	(500)	(500)

Children's Commissioner (M63)

Scope of Appropriation

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

Total Appropriation	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
	2,157	2,157	2,157

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Number of Child, Youth and Family site visits undertaken will be no fewer than	10	10	10
Number of performance reports on Child, Youth and Family sites completed and delivered to the Deputy Chief Executive of the Ministry of Social Development responsible for Child, Youth and Family will be no fewer than	10	10	10
Number of Child, Youth and Family residence visits/inspections undertaken will be no fewer than	9	9	9
Number of performance reports on Child, Youth and Family residences completed and delivered to the Deputy Chief Executive of the Ministry of Social Development responsible for Child, Youth and Family will be no fewer than	9	9	9 (see Note 1)
Monitoring of Child, Youth and Family complies with agreed standards and processes established by the Memorandum of Understanding between the Office of the Children's Commissioner and Child, Youth and Family for sites and residences will be no less than	100%	79%	100%
Number of child-focused policy advice or submissions to select committees, government departments and Ministers delivered will be no fewer than	10	10	10
Submissions, reports and advice produced within required timeframes where information is clear, accurate and accessible will be no less than	100%	100%	100%
Implementation of the advocacy programme as per the output agreement agreed with the Minister for Social Development will be no less than	100%	100%	100%

Note 1 - This figure includes visits under the Children, Young Persons, and Their Families Act 1989 and inspections as part of the National Preventive Mechanism.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Transfer of Funds from Families Commission to Children's Commissioner	2009/10	400	400	400	400	400

Connected Communities (M63)

Scope of Appropriation

Funding of services that strengthen and support communities and community functioning, and which assist communities to support families in improving their family circumstances.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	15,079	15,079	13,097

Reasons for Change in Appropriation

This appropriation decreases by \$1.982 million to \$13.097 million for 2013/14. This decrease relates to:

- the Budget 2012 initiative Non-Government Organisation Funding and Christchurch Support funding decreasing in 2013/14 by \$2.900 million, and
- the Budget 2010 initiative, Expansion of the Settling in Programme (\$582,000 in 2012/13) completed by 2012/13.

the above offset by:

- the Budget 2013 initiative E Tu Whānau Expansion of \$1.500 million.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Settling In (community-based services for refugees and migrants)			
The number of refugee and migrant projects funded each year will be between	30-35	34	10-15 (see Note 1)
Sector Co-ordination and Capability			
The number of provider organisations who receive capability support will be between	500-600	500	500-600

Note 1 - For 2013/14, the standard has been reduced due to part of the Settling In funding ceasing at the end of 2012/13.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
E Tu Whānau Expansion	2013/14	-	1,500	1,500	1,500	1,500
Non-Government Organisation Funding and Christchurch Support	2012/13	7,800	4,900	-	-	-
Family Violence Initiatives	2011/12	2,500	2,500	2,500	2,500	2,500
Expansion of the Settling in Programme	2010/11	582	-	-	-	-
Family Violence Whānau Ora Fund	2009/10	(721)	(721)	(721)	(721)	(721)

Counselling and Rehabilitation Services (M63)*Scope of Appropriation*

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	17,814	17,814	17,677

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of clients attending a counselling or rehabilitation service or programme will be between	26,000-28,000	26,000	26,000-28,000

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Expansion of the Social Sector trials Model into Ten New Locations	2013/14	-	(136)	(136)	-	-
Extending the Social Sector Trials Beyond February 2013	2012/13	(15)	(46)	-	-	-
Trialling New Approaches to Social Sector Change	2011/12	(30)	-	-	-	-
Review of Contracted Services	2010/11	(182)	(182)	(182)	(182)	(182)

Education and Prevention Services (M63)

Scope of Appropriation

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	8,678	8,678	8,562

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of clients receiving an education or prevention programme (see Note 1) will be between	15,000-18,000	15,000	15,000-18,000

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).

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Expansion of the Social Sector Trials Model into Ten New Locations	2013/14	-	(116)	(116)	-	-
Extending the Social Sector Trials Beyond February 2013	2012/13	(28)	(84)	-	-	-
Trialling New Approaches to Social Sector Change	2011/12	(56)	-	-	-	-
Review of Contracted Services	2010/11	(563)	(563)	(563)	(563)	(563)

Families Commission (M63)

Scope of Appropriation

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	7,124	7,124	7,124

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
All published research reports are formally peer-reviewed by at least one external expert and one internal expert in the field of study, and comments incorporated into the final report where appropriate will be no less than	100%	100%	100%
The New Zealand Family Violence Clearing House website will be available for searching and placing requests for information over a 24/7 basis will be no less than	96%	96%	96% (see Note 1)
Reported events held nationwide for White Ribbon Day 2013 that promote intolerance of violence towards women will be no fewer than	140	237	140

Note 1 - The standard allows for scheduled maintenance or an unplanned systems outage.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Families Commission Reprioritisation	2012/13	(250)	(250)	(250)	(250)	(250)
Transfer of Parenting and Relationship Education Programmes	2012/13	(750)	(750)	(750)	(750)	-
Transfer of the New Zealand Family Violence Clearinghouse to the Families Commission	2010/11	354	354	354	354	354
Transfer of Funds from Families Commission to Children's Commissioner	2009/10	(400)	(400)	(400)	(400)	(400)

Family Wellbeing Services (M63)

Scope of Appropriation

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	78,462	78,462	84,903
Children's Health Camps	14,183	14,183	14,183
Social Workers in Schools	15,878	15,878	21,446
Multi-Agency Support Services in Secondary Schools	3,008	3,008	4,012
Other	45,393	45,393	45,262

Reasons for Change in Appropriation

This appropriation increases by \$6.441 million to \$84.903 million in 2013/14. This increase mainly relates to:

- the Budget 2012 initiative Expanding Frontline Social Work Capacity funding increasing in 2013/14 by \$5.568 million, and
- the Budget 2012 initiative Youth Mental Health: Youth Workers in Secondary Schools funding increasing in 2013/14 by \$1.003 million.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Social Work and Youth Services in Schools			
The number of young people engaged by MASSISS workers in secondary schools will be between	1,200-1,300	1,600	1,200-1,300
Women's Refuges			
The number of clients who receive case management interventions will be no fewer than	6,000	6,000	6,000
Te Puna Whaiora Children's Health Camps			
The number of children receiving social work support will be between	1,700-1,900	1,864	1,700-1,900

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Expansion of the Social Sector Trials Model into Ten New Locations	2013/14	-	(129)	(129)	-	-
Extending the Social Sector Trials Beyond February 2013	2012/13	(14)	(43)	-	-	-
Expanding Frontline Social Work Capacity	2012/13	5,568	11,136	11,136	11,136	11,136
Youth Mental Health - Youth Workers in Secondary Schools	2012/13	984	1,987	1,986	1,986	1,986
Trialling New Approaches to Social Sector Change	2010/11	(28)	-	-	-	-
Children's Health Camps	2010/11	1,000	1,000	1,000	1,000	1,000
Teen Parents Programme of Action	2010/11	1,786	1,786	1,786	1,786	1,786
Review of Contracted Services	2010/11	(552)	(552)	(552)	(552)	(552)

Independent Advice on Government Priority Areas MCOA (M63)

Scope of Appropriation

Other Advice
This output class 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 output class 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.

Explanation for Use of Multi-Class Output Expense Appropriation

The two output classes under the MCOA both relate to the same broad service of providing advice to Ministers.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	538	538	538
Policy Advice	269	269	269
Other Advice	269	269	269

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Other Advice Output Class			
The percentage of service contracts delivered and completed within the time period agreed to will be no less than	100%	100%	100%
Policy Advice Output Class			
The percentage of service contracts delivered and completed within the time period agreed to will be no less than	100%	100%	100%

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Policy Advice Output Class						
Procuring Independent Advice on Government Priority Areas	2011/12	269	269	269	269	269
Other Advice Output Class						
Procuring Independent Advice on Government Priority Areas	2011/12	269	269	269	269	269

Services for Young People (M77)

Scope of Appropriation

Provision of programmes and services to enable the implementation of the Youth Development Strategy Aotearoa at a regional and local level.

Expenses

Total Appropriation	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
	6,246	6,246	5,244

Reasons for Change in Appropriation

This appropriation decreases by \$1.002 million to \$5.244 million for 2013/14. This decrease mainly relates to:

- one-off transfer carrying over 2011/12 underspends of \$692,000 into 2012/13, and
- one-off Budget 2012 initiative Youth Mental Health - Social Support for Youth One Stop Shops. This provided funding of \$600,000 in 2012/13 only.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The percentage of participants who report being satisfied or very satisfied with the service or programme will be between	95%	95%	95-100%
The percentage of participants who report an improvement in their personal and social skills as a result of the programme will be between	90%	90%	90-95%
The number of young people participating in youth development programmes and services will be between	35,000	28,000-33,000	25,000-35,000

Conditions on Use of Appropriation

Reference	Conditions
Cabinet Guidelines for Services for Young People	The Cabinet Guidelines provide specificity about the purchase of programmes and services from within Services for Young People. Cabinet agreed to the guidelines in April 2005.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Youth Mental Health - Support for One Stop Shops	2012/13	600	-	-	-	-
Youth Pipeline - Payments to Providers	2012/13	(2,043)	(2,043)	(2,043)	(2,043)	(2,043)
Pathway to Partnership Unallocated Funding	2011/12	(2,579)	(2,579)	(2,579)	(2,579)	(2,579)
Trialling New Approaches to Social Sector Change	2010/11	(290)	-	-	-	-
Review of Contracted Services	2010/11	(300)	(300)	(300)	(300)	(300)
Fresh Start for Young People	2009/10	50	50	50	50	50

Strengthening Providers and Communities (M63)

Scope of Appropriation

Purchase of services that contribute to strengthening the capacity and capability of providers to deliver strong and effective social services.

Expenses

Total Appropriation	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
	2,382	2,382	2,382

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of national co-ordinating bodies that provide support to a network of member organisations will be between	4-6	5	4-6
The number of organisations accessing training and support from the national co-ordinating bodies will be between	350-450	471	350-450
The percentage of members in networks who are satisfied with the support provided by the national body will be between	95-100%	95%	95-100%

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Current Government						
Review of Contracted Services	2010/11	(3,536)	(3,536)	(3,536)	(3,536)	(3,536)

Strong Families (M63)

Scope of Appropriation

Purchase of services to improve outcomes for families and their members. These services aim to support vulnerable families with a focus on prevention and early intervention.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	110,005	110,005	106,246
Family Start (Early Start)	30,652	30,652	30,652
Budget Services	8,963	8,963	10,463
Parents as First Teachers (PAFT)	7,276	7,276	7,276
Capability Investment Resource (CIR)	8,624	8,624	14,412
Family-Centred Services Fund	10,535	10,535	10,535
Other Funding	43,955	43,955	32,908

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Family Start (including Early Start)			
The number of families receiving Family Start services at 30 June 2014 will be between	5,500-6,000	5,500	5,500-6,000
The number of sites across New Zealand delivering Family Start services will be no fewer than	32	32	32
The percentage of children participating in the Family Start programme who are enrolled with primary health organisations will be between	90-100%	98%	90-100%
The percentage of children aged between 18 months and five years participating in the Family Start programme who are enrolled in early childhood education will be between	50-60%	56%	50-60%
The percentage of children participating in the Family Start programme who have up-to-date vaccinations will be no less than	70-80%	82%	70-80%
The percentage of children participating in the Family Start programme receiving scheduled Well Child visits will be between	65-75%	78%	65-75%
Parents as First Teachers (PAFT)			
The number of families enrolled in the PAFT programme each financial year will be between	6,000-6,500	6,300	6,000-6,500
The percentage of parent educators who are trained to deliver the Āhuru Mōwai and Born to Learn curriculum will be no less than	95%	100%	95% (see Note 1)

Note 1 - The standard of 95% allows for new parent educators to receive the training in 2013/14 (new staff receive training within three months of being employed by a provider).

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Additional Funding in 2013/14 for Budget Advice Services	2013/14	-	1,500	-	-	-
Expansion of the Social Sector Trials Model into Ten New Locations	2013/14	-	(115)	-	-	-
Family Violence Response Coordination	2013/14	-	2,800	2,800	-	-
Implementing the New Zealand Refugee Resettlement Strategy	2013/14	-	(630)	(630)	(630)	(630)
Extending the Social Sector Trials Beyond February 2013	2012/13	(1)	(2)	-	-	-
Creating Safe and Supportive Environments	2012/13	3,000	3,000	3,000	3,000	3,000
Non-Government Organisation Funding and Christchurch Support	2012/13	17,224	8,612	4,307	4,305	4,305
Transfer of Parenting and Relationship Education Programmes	2012/13	675	675	675	675	-

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Quality Services Innovation Fund Reprioritisation	2011/12	(15,541)	(22,591)	(27,615)	(27,615)	(27,615)
Expansion of Home Instruction Programme for Pre-school and Youngsters	2011/12	1,818	2,678	3,120	3,120	3,120
Family Violence Initiatives	2011/12	(2,500)	(2,500)	(2,500)	(2,500)	(2,500)
Trialling New Approaches to Social Sector Change	2011/12	(19)	-	-	-	-
Parenting Support Services for Family and Whānau Carers	2011/12	600	600	600	600	600
Pathway to Partnership Unallocated Funding	2011/12	(116,266)	(116,266)	(116,266)	(116,266)	(116,266)
Community Response Fund: Extension	2010/11	(5,024)	(5,024)	-	-	-
Community Response Model: NGO Quality Services Fund	2010/11	20,565	27,615	27,615	27,615	27,615
Teen Parents Programme of Action	2010/11	2,416	2,416	2,416	2,416	2,416
Early Years Service Hubs	2010/11	524	524	524	524	524
Review of Contracted Services	2010/11	(1,240)	(1,288)	(1,288)	(1,288)	(1,288)
Family Violence Whānau Ora Fund	2009/10	859	859	859	859	859
Fresh Start for Young People	2009/10	3,000	3,000	3,000	3,000	3,000

Student Placement Services (M63)

Scope of Appropriation

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

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,340	3,340	3,512

Reasons for Change in Appropriation

The 2012/13 appropriation decreased by \$172,000 due to a one-off transfer of funding in 2012/13 to Management of Student Support, excluding Student Loans, to implement a personalised text messaging platform for students.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of students that will be placed into employment by Student Job Search will be no fewer than	25,000-26,000	25,000	25,000-26,000
Student earnings generated from these placements will be between	\$55-60m	\$65m	\$60-70m
Through an independent satisfaction survey, the percentage of students who are satisfied (see Note 1) with Student Job Search services will be between	80-85%	80%	80-85%

Note 1 - Students who say they are 'satisfied' or 'very satisfied' with Student Job Search services on a scale of 'very dissatisfied', 'dissatisfied', 'neither/nor', 'satisfied' or 'very satisfied'.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Transfer of Funding for Student Text Messaging Platform	2012/13	(172)	-	-	-	-

Trialling New Approaches to Social Sector Change (M36)*Scope of Appropriation*

This appropriation is limited to the delivery of social sector services as part of the Social Sector Trials in specified locations and, in those locations where that delivery is led by Non-Government Organisations, to the administration of that delivery.

Expenses

Total Appropriation	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
	1,792	1,792	3,385

Reasons for Change in Appropriation

This appropriation increases by \$1.593 million to \$3.385 million in 2013/14. This increase is mainly due to the expansion of the Social Sector Trials model into ten new locations.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Services will be administered in between	3 locations	3 locations	3-13 (see Note 1) locations
The percentage of funding and contracting agreements that are consistent with the Code of Funding Practice (see Note 2) will be no less than	100%	100%	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 on time (see Note 3) will be no less than	100%	100%	100%

Note 1 - In December 2012, Cabinet agreed to expand the Trials model. The number of new Trials to be led by non-government organisations has yet to be determined, but will be no more than 10.

Note 2 - Launched by the Minister for the Community and Voluntary Sector in October 2010, the Code of Funding Practice aims to assist government agencies and non-profit organisations when entering into government funding arrangements. It sets out seven core codes, 22 key criteria and a range of success indicators.

Note 3 - 'On time' means in accordance with contract specification.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Health's Contribution to Social Sector Trials	2013/14	-	500	500	-	-
Expansion of the Social Sector Trials Model into Ten New Locations	2012/13	22	1,449	1,131	-	-
Extending the Social Sector Trials Beyond February 2013	2012/13	546	1,436	-	-	-
Trialling New Approaches to Social Sector Change	2010/11	1,192	-	-	-	-

Vocational Services for People with Disabilities (M63)

Scope of Appropriation

Provision of vocational services for people with disabilities including community participation and employment services.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	89,634	89,634	89,042
Participation of people with disabilities in employment	44,898	44,898	44,017
Participation of people with disabilities in their communities	32,678	32,678	33,276
Vocational Services for Very High Needs School Leavers	12,058	12,058	11,749

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of individuals placed or supported to remain in open paid employment will be no fewer than	9,000	9,200	9,000
The number of people with disabilities who participate in their communities will be no fewer than	10,700	10,400	10,700
The number of individuals receiving a range of vocational services will be no fewer than	20,000	19,250	20,000
Independent reviews to build capacity and to provide a quality assessment against best practice and industry standards will be completed for between	20-30 service providers	35-40 service providers	20-30 service providers

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Review of Contracted Services	2010/11	(2,552)	(2,552)	(2,552)	(2,552)	(2,552)

Youth Development Partnership Fund (M77)

Scope of Appropriation

Provision of one-off partial funding, to assist Territorial Authorities to respond to the emerging needs and opportunities for young people.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	889	889	889

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The percentage of participants who report being satisfied or very satisfied with the project will be between	90%	90%	90-95%
The percentage of participants who report an improvement in their personal and social skills as a result of the programme will be no less than (see Note 1)	90%	90%	90%
The number of Territorial Authorities receiving partial funding will be between	10-20	10-20	10-20

Note 1 - The standard for this measure is participants' reporting of any improvement in their connections to key support people outside the programme, their ability to relate positively with others, and/or their ability to participate constructively in a group.

Conditions on Use of Appropriation

Reference	Conditions
Cabinet Guideline for Youth Development Partnership Fund	The Cabinet Guidelines provide specificity about the purchase of programmes and services within the Youth Development Partnership Fund. Cabinet agreed to the guidelines in April 2005.

Youth Support Services MCOA (M63)

Scope of Appropriation

Support for Youth Payment and Young Parent Payment recipients

This output class is limited to the provision of support to Youth Payment and Young Parent Payment recipients, and other young people subject to obligations associated with these payments, to help them re-engage in education, training or work-based learning.

Support to prevent disengaged young people from coming on to benefit at the age of 18

This output class is limited to the provision of support to young people who are not in employment, education or training (NEET) or are at risk of becoming NEET, to help them re-engage in education, training or work-based learning.

Explanation for Use of Multi-Class Output Expense Appropriation

The two output classes under the MCOA both contribute to the same outcome of helping youth re-engage in education, training or work-based learning.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	25,821	25,821	34,171
Support for Youth Payment and Young Parent Payment recipients	7,681	7,681	15,464
Support to prevent disengaged young people from coming on to benefit at the age of 18	18,140	18,140	18,707

Reasons for Change in Appropriation

The total appropriation increased by \$8.350 million to \$34.171 million for 2013/14. This is mainly due to an increase in the Support for Youth Payment and Young Parent Payment recipients Output class of \$7.783 million resulting from:

- use of underspends in 2012/13 to partially fund the Social Development 2013 Budget package \$3.200 million
- expansion of the Social Sector Trials Model into ten new locations, funded by a reduction of funding in 2012/13 of \$1.518 million, and
- Youth package (Budget 2012 initiatives) net change of \$3.065 million.

Output Performance Measures and Standards

Performance Measures	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Support for Youth Payment and Young Parent Payment recipients Output Class			
The proportion of Youth Payment recipients participating in education, training or work-based learning will be no less than (see Note 1)	New measure	New measure	60%
The proportion of Young Parent Payment recipients participating in education, training or work-based learning will be no less than (see Note 1)	New measure	New measure	45%
Support to prevent disengaged young people from coming on to benefit at the age of 18 Output Class			
The proportion of young people who were not in employment, education or training (NEET), who are now participating in education, training or work-based learning will be no less than (see Note 1)	New measure	New measure	45%

Note 1 - Excludes all other activities undertaken to meet identified needs, such as parenting and budgeting.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Support for Youth Payment and Young Parent Payment recipients Output Class						
Expansion of the Social Sector Trials Model into Ten New Locations	2012/13	(1,518)	-	-	-	-
Use of Underspend to Fund Budget 2013 costs	2012/13	(3,200)	-	-	-	-
Youth Package - Budgeting and Parenting Programmes	2012/13	5,399	3,526	3,429	3,377	3,377
Youth Package - Provider Payments	2012/13	7,343	12,281	10,939	10,707	10,707
Support to prevent disengaged young people from coming on to benefit at the age of 18 Output Class						
Extending the Social Sector Trials Beyond February 2013	2012/13	(117)	(350)	-	-	-
Use of Underspend to Fund Budget 2013 costs	2012/13	(800)	-	-	-	-
Youth Pipeline - Payments to Providers	2012/13	19,420	19,420	19,420	19,420	19,420

Summary of Service Providers for Non-Departmental Outputs

Provider	2012/13 Budgeted \$000	2012/13 Estimated Actual \$000	2013/14 Budget \$000	Reporting Mechanism	Expiry of Funding Commitment
Crown entities					
Children's Commissioner					
<ul style="list-style-type: none"> Children's Commissioner 	2,157	2,157	2,157	Children's Commissioner Annual Report	Ongoing
Families Commission					
<ul style="list-style-type: none"> Families Commission 	7,124	7,124	7,124	Families Commission Annual Report	Ongoing
Non-government organisations					
Intellectual Disability Empowerment in Action (IDEA) Services Limited					
<ul style="list-style-type: none"> Vocational Services for People with Disabilities (part) 	28,166	28,166	Contract under negotiation	Section 32A report	
<ul style="list-style-type: none"> Family Wellbeing Services (part) 	140	140	140	Section 32A report	
Total Intellectual Disability Empowerment in Action (IDEA) Services Limited	28,306	28,306	Contract under negotiation		
Te Puna Whairoa Children's Health Camps - The NZ Foundation for Child & Family Health and Development					
<ul style="list-style-type: none"> Strong Families (part) 	29	29	37	Section 32A report	
<ul style="list-style-type: none"> Family Wellbeing Services (part) 	15,679	15,679	15,821	Section 32A report	
<ul style="list-style-type: none"> Connected Communities (part) 	165	165	Contract under negotiation	Section 32A report	
Total Te Puna Whairoa Children's Health Camps - The NZ Foundation for Child & Family Health and Development	15,873	15,873	Contract under negotiation		
Workbridge Incorporated					
<ul style="list-style-type: none"> Vocational Services for People with Disabilities (part) 	15,608	15,608	Contract under negotiation	Section 32A report	
National Collective of Independent Women's Refuges					
<ul style="list-style-type: none"> Strong Families (part) 	160	160	Contract under negotiation	Section 32A report	
<ul style="list-style-type: none"> Counselling and Rehabilitation Services (part) 	204	204	Contract under negotiation	Section 32A report	
<ul style="list-style-type: none"> Education and Prevention Services (part) 	270	270	Contract under negotiation	Section 32A report	
<ul style="list-style-type: none"> Strengthening Providers and Communities (part) 	744	744	Contract under negotiation	Not reported	

Provider	2012/13 Budgeted \$000	2012/13 Estimated Actual \$000	2013/14 Budget \$000	Reporting Mechanism	Expiry of Funding Commitment
<ul style="list-style-type: none"> Family Wellbeing Services (part) 	5,163	5,163		Contract under negotiation	Section 32A report
<ul style="list-style-type: none"> Connected Communities (part) 	3	3		Contract under negotiation	Section 32A report
Total National Collective of Independent Women's Refuges	6,544	6,544		Contracts under negotiation	
Family Works New Zealand (Presbyterian Support Services-Northern)					
<ul style="list-style-type: none"> Education and Prevention Services (part) 	90	90	90		Section 32A report
<ul style="list-style-type: none"> Family Wellbeing Services (part) 	4,506	4,506	5,278		Section 32A report
<ul style="list-style-type: none"> Strong Families (part) 	1,378	1,378		Contract under negotiation	Section 32A report
<ul style="list-style-type: none"> Counselling and Rehabilitation Services (part) 	12	12		Contract under negotiation	Section 32A report
<ul style="list-style-type: none"> Connected Communities (part) 	15	15		Contract under negotiation	Section 32A report
Total Family Works New Zealand (Presbyterian Support Services - Northern)	6,001	6,001		Contract under negotiation	
Relationship Services Inc					
<ul style="list-style-type: none"> Strong Families (part) 	515	515	526		Section 32A report
<ul style="list-style-type: none"> Counselling and Rehabilitation Services (part) 	2,812	2,812	2,812		Section 32A report
<ul style="list-style-type: none"> Family Wellbeing Services (part) 	275	275	275		Section 32A report
<ul style="list-style-type: none"> Strengthening Providers and Communities (part) 	46	46	46		Not reported
<ul style="list-style-type: none"> Connected Communities (part) 	1,132	1,132		Contract under negotiation	Section 32A report
Total Relationship Services Inc	4,780	4,780		Contract under negotiation	
Barnardos New Zealand Inc					
<ul style="list-style-type: none"> Strong Families (part) 	1,830	1,830		Contract under negotiation	Section 32A report
<ul style="list-style-type: none"> Counselling and Rehabilitation Services (part) 	179	179	179		Section 32A report
<ul style="list-style-type: none"> Family Wellbeing Services (part) 	2,478	2,478	2,708		Section 32A report
<ul style="list-style-type: none"> Education and Prevention Services (part) 	23	23	23		Section 32A report
<ul style="list-style-type: none"> Connected Communities (part) 	72	72		Contract under negotiation	Section 32A report
Total Barnardos New Zealand Inc	4,582	4,582		Contract under negotiation	

Provider	2012/13 Budgeted \$000	2012/13 Estimated Actual \$000	2013/14 Budget \$000	Reporting Mechanism	Expiry of Funding Commitment
Anglican Trust for Women and Children					
• Strong Families (part)	1,940	1,940	1,940	Section 32A report	
• Family Wellbeing Services (part)	1,954	1,954	2,805	Section 32A report	
• Counselling and Rehabilitation Services (part)	136	136	136	Section 32A report	
Total Anglican Trust for Women and Children	4,030	4,030	4,881		
Family Start Manukau					
• Strong Families (part)	3,754	3,754	3,754	Section 32A report	
Great Potentials Foundation					
• Family Wellbeing Services (part)	294	294	290	Section 32A report	
• Strong Families (part)	3,451	3,451	4,311	Section 32A report	
Total Great Potentials Foundation	3,745	3,745	4,601		
Personalised Education Limited (Solomon Group)					
• Youth Support Services (part)	3,631	3,631	Contract under negotiation	Section 32A report	
Student Job Search					
• Student Placement Services (part)	3,336	3,336	3,336	Not reported	
Kirikiroa Family Services Trust					
• Strong Families (part)	3,036	3,036	3,036	Section 32A report	
Open Home Foundation of New Zealand					
• Education and Prevention Services (part)	13	13	Contract under negotiation	Section 32A report	
• Family Wellbeing Services (part)	2,944	2,944	3,107	Section 32A report	
• Strong Families (part)	5	5	19	Section 32A report	
Total Open Home Foundation of New Zealand	2,962	2,962	Contract under negotiation		
Te Whānau O Waipareira Trust					
• Strong Families (part)	1,539	1,539	710	Section 32A report	
• Education and Prevention Services (part)	41	41	41	Section 32A report	
• Counselling and Rehabilitation Services (part)	937	937	937	Section 32A report	
• Family Wellbeing Services (part)	170	170	170	Section 32A report	
Total Te Whānau O Waipareira Trust	2,687	2,687	1,858		

Provider	2012/13 Budgeted \$000	2012/13 Estimated Actual \$000	2013/14 Budget \$000	Reporting Mechanism	Expiry of Funding Commitment
Youthline Auckland Charitable Trust <ul style="list-style-type: none"> • Youth Support Services (part) 1,995 1,995 Contract under negotiation Section 32A report • Connected Communities (part) 387 387 46 Section 32A report • Counselling and Rehabilitation Services (part) 120 120 120 Section 32A report • Family Wellbeing Services (part) 51 51 51 Section 32A report • Services for Young People (part) 50 50 Contract under negotiation Section 32A report • Education and Prevention Services (part) 50 50 50 Section 32A report 					
Total Youthline Auckland Charitable Trust	2,653	2,653	Contract under negotiation		
Royal New Zealand Plunket Society Inc <ul style="list-style-type: none"> • Strong Families (part) 2,590 2,590 Contract under negotiation Section 32A report 					
Strive Community Trust <ul style="list-style-type: none"> • Counselling and Rehabilitation Services (part) 58 58 58 Section 32A report • Strong Families (part) 218 218 138 Section 32A report • Family Wellbeing Services (part) 1,100 1,100 1,100 Section 32A report • Youth Support Services (part) 938 938 Contract under negotiation Section 32A report • Services for Young People (part) 109 109 109 Section 32A report 					
Total Strive Community Trust	2,423	2,423	Contract under negotiation		

The table presents 20 major service providers who have funding arrangements with the Ministry of Social Development. The information is current as at 28 February 2013. For those providers where budget amounts are included for 2013/14 above, the amounts stated reflect the proposed funding plans. The actual contracted amounts for 2013/14 will be confirmed when the contract negotiations with each of the providers have been completed.

The above table summarises funding to be allocated through Vote Social Development to non-departmental providers, along with an indication of the mechanism to be used for reporting actual performance and (where determined) the length of the funding commitment.

Part 3 - Details for Benefits and Other Unrequited Expenses

Part 3.2 - Non-Departmental Benefits and Other Unrequited Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - More people into work and out of welfare dependency	Accommodation Assistance, Benefits Paid in Australia, Childcare Assistance, Disability Assistance, Domestic Purposes Benefit, Employment Related Training Assistance, Independent Youth Benefit, Family Start/NGO Awards, Hardship Assistance, Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sickness Benefit, Sole Parent Support, Special Circumstance Assistance, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Transition to Work, Unemployment Benefit and Emergency Benefit, Widow's Benefit, and Youth Payment and Young Parent Payment.
Outcome - More young people are in education, training or work	Accommodation Assistance, Benefits Paid in Australia, Childcare Assistance, Disability Assistance, Domestic Purposes Benefit, Employment Related Training Assistance, Independent Youth Benefit, Family Start/NGO Awards, Hardship Assistance, Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sickness Benefit, Sole Parent Support, Special Circumstance Assistance, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Transition to Work, Unemployment Benefit and Emergency Benefit, Widow's Benefit, and Youth Payment and Young Parent Payment.
Outcome - More young people contribute positively to their communities	Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sickness Benefit, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Unemployment Benefit and Emergency Benefit, and Youth Payment and Young Parent Payment.
Outcome - Fewer children are vulnerable	Accommodation Assistance, Childcare Assistance, Disability Assistance, Domestic Purposes Benefit, Family Start/NGO Awards, Hardship Assistance, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Orphan's/Unsupported Child's Benefit, Sole Parent Support, and Supported Living Payment.
Outcome - More efficient and effective allocation of government resources to meet community needs	Accommodation Assistance, Childcare Assistance, Domestic Purposes Benefit, Family Start/NGO Awards, Hardship Assistance, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sole Parent Support, Special Circumstance Assistance, Study Scholarships and Awards, Supported Living Payment, and Youth Payment and Young Parent Payment.
Outcome - Fewer children and young people commit crime	Accommodation Assistance, Disability Assistance, Hardship Assistance, Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, Sickness Benefit, Sole Parent Support, Special Circumstance Assistance, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Unemployment Benefit and Emergency Benefit, and Youth Payment and Young Parent Payment.
Outcome - More people interact with the Ministry in a digital environment	Accommodation Assistance, Childcare Assistance, Disability Assistance, Domestic Purposes Benefit, Employment Related Training Assistance, Hardship Assistance, Independent Youth Benefit, Invalid's Benefit, Jobseeker Support and Emergency Benefit, New Zealand Superannuation, Orphan's/Unsupported Child's Benefit, Sickness Benefit, Sole Parent Support, Special Circumstance Assistance, Student Allowances, Study Scholarships and Awards, Supported Living Payment, Transition to Work, Unemployment Benefit and Emergency Benefit, and Widow's Benefit.

Appropriations for Benefits and Other Unrequited Expenses and for Capital Expenditure items in this Vote are forecast on a mid-point basis. This means that actual expenditure on some of the forecast items may be more than the mid-point forecast and on other forecast items may be less than the mid-point forecast. As an appropriation is a legal upper limit on expenditure, using a mid-point forecast to determine the amount of the appropriation inevitably means that there will be unappropriated expenditure for some forecast items, requiring separate ministerial approval and parliamentary confirmation, or parliamentary validation.

To reduce the likelihood of unappropriated expenditure on forecast items in this Vote, the cumulative appropriation for each forecast item in this Vote in the 2012/13 Supplementary Estimates includes, for the last three months of 2012/13, not the mid-point forecast but a reasonable upper bound of the forecast range. The estimated actual amounts for 2012/13 and the amounts to be appropriated for 2013/14 shown in the 2013/14 Estimates of Appropriations and here in the Information Supporting the Estimates for forecast items in this Vote continue to be on a mid-point forecast basis. These are the amounts that continue to be used in the fiscal forecasts in the Budget Economic and Fiscal Update.

In cases where the amounts have been split into subset parts below, the 2012/13 Budgeted figures all exclude any such additional amounts and so equal the Estimated Actual amounts.

Accommodation Assistance (M63)

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	1,191,278	1,178,202	1,191,296	1,211,151	1,228,344	1,243,691
Accommodation Supplement (incorporating Away From Home Allowance)	1,178,163	1,178,163	1,191,263	1,211,123	1,228,320	1,243,671
Special Transfer Allowance	39	39	33	28	24	20
Supplementary Estimates Add-on	13,076	-	-	-	-	-

Reasons for Change in Appropriation

A rising average payment rate for Accommodation Supplement accounts for most of the increase in expenditure from 2012/13 onwards. The remaining increase is because of an expected rise in the number of Accommodation Supplement recipients over the forecast horizon.

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 Veteran's 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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
20 Additional Medical Places	2015/16	-	-	-	1	1
Extending the Student Support Stand-Down Period for Permanent Residents	2014/15	-	-	223	510	621
Additional Flexibility for Highly Performing Private Training Establishments	2013/14	-	11	20	19	19
Continue 99-105% Tolerance Bands	2013/14	-	7	13	12	11
Increasing Medical Training Places	2013/14	-	1	1	1	1
Reducing Student Allowances Eligibility for Students Aged 40 and Over	2013/14	-	85	262	344	333
Removing Student Allowance Eligibility for those Aged 65 and Over	2013/14	-	12	42	65	69
Removing Student Allowance Eligibility for Postgraduate Study and Long Programmes	2012/13	3,713	7,411	7,111	6,694	6,694
Additional Medical Student Places	2012/13	1	1	1	2	2
Restricting Loans for People Aged 55 and Over to Tuition Fees Only	2012/13	3	4	4	4	4
Restricting Loans for Those in Default for One or More Years	2012/13	(5)	(6)	(4)	(4)	(4)
Funding Trades Training as Part of Skills for Canterbury Initiatives in 2011/12 and 2012/13	2011/12	28	-	-	-	-
Implementation of Changes to the Definition of Parental Income for the Student Allowance Scheme	2011/12	(347)	(337)	(336)	(336)	(336)
Additional Equivalent Full-Time Students - Private Training Establishments	2011/12	24	32	31	31	31
Budget 2010 Tax Package	2010/11	(8,167)	(8,220)	(8,220)	(8,220)	(8,220)

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Maintain 2010 EFTS in the University and Polytechnic Sectors	2010/11	21	21	21	21	21
Meet Some Additional Demand for Tertiary Education	2010/11	11	10	10	10	10
Student Support Savings Package	2010/11	36	37	37	37	37
Increasing Medical Training Places	2009/10	7	7	7	7	7

Benefits Paid in Australia (M63)

Scope of Appropriation

Reimbursement to the Australian Government for income support assistance provided to New Zealanders eligible under the 1994 Reciprocal Agreement, which was terminated for new entrants on 1 July 2002. From 1 July 2002 the Social Welfare (Reciprocity with Australia) Order 2002 came into force, with payments now reflecting pre-agreed amounts in Australian currency before adjusting for annual inflation.

Expenses

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	21,707	21,707	18,669	15,343	12,033	34,051

Reasons for Change in Appropriation

Expenditure on this item will reduce from 2012/13 to 2015/16 in line with the agreed annual amounts payable. It is subject to Australian inflation adjustments and exchange rate fluctuations. Expenditure increases in 2016/17, representing six years of expenditure in one financial year. This occurs because the expected amount for 2016/17 (after inflation adjustment) falls below AU\$10 million and, as agreed with the Government of Australia, the reimbursable amount will be equal to that year plus the next five financial years. No further amount will be paid after 2016/17.

Conditions on Use of Appropriation

Reference	Conditions
Benefits Paid in Australia are paid under the Social Welfare (Reciprocity with Australia) Order 2002 issued pursuant to section 19 of the Social Welfare (Transitional Provisions) Act 1990	This appropriation is a result of the 1994 Social Security Agreement between the Australian and New Zealand Governments to provide income support to former New Zealand residents now living in Australia. The Agreement required the New Zealand Government to reimburse the Australian Government for assistance provided. This agreement was revised in 2002 to allow New Zealand to make direct payments to recipients of New Zealand Superannuation and Invalid's Benefit for applications made after 1 July 2002. Reimbursement provisions for people who were receiving payment as at June 2002 under the 1994 Agreement were 'grandparented'.

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	200,418	185,724	183,660	182,815	183,508	183,623

Reasons for Change in Appropriation

Expenditure for Childcare Assistance is expected to fall from 2012/13 to 2014/15, mainly because of an expected decline in the number of recipients. From 2015/16 onwards, expenditure rises as inflation adjustments more than offset the expected decline 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	<p>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.</p> <p>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.</p> <p>There are three standard levels of Childcare and OSCAR subsidy, with the level depending on household income.</p>
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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Youth Package - Childcare and Long Acting Contraception	2012/13	6,501	10,121	9,854	9,641	9,641
Achieving Government's Priorities in Early Childhood Education	2011/12	600	600	600	600	600
Budget 2010 Tax Package	2010/11	4,215	4,342	4,342	4,342	4,342
Early Childhood Education: Budget Decisions	2010/11	(129)	(133)	(133)	(133)	(133)
Early Childhood Education: Funding Rates and Policy Changes	2010/11	(2,839)	(2,839)	(2,839)	(2,839)	(2,839)
Future Focus	2010/11	(17,125)	(24,182)	(24,182)	(24,182)	(24,182)
Removing Childcare Subsidy from Unlicensed Limited Attendance Centres	2010/11	(579)	(588)	(588)	(588)	(588)

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	388,069	384,647	380,111	376,747	376,435	376,121
Child Disability Allowance	86,081	86,081	82,907	81,398	80,702	80,079
Disability Allowance	298,566	298,566	297,204	295,349	295,733	296,042
Supplementary Estimates Add-on	3,422	-	-	-	-	-

Reasons for Change in Appropriation

The main reason expenditure falls for Disability Allowance from 2012/13 to 2016/17 is because of an expected decline in the number of Disability Allowance recipients.

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 Veteran's Pension recipients and to low-income earners.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Disability Allowance Funding Shortfall	2012/13	25,492	30,448	30,448	30,448	30,448
Impact of the Annual General Adjustment on Income Thresholds for Disability Allowance and the Community Services Card	2012/13	89	356	356	356	356
Changes to disability appropriations for pharmaceutical co-payment	2012/13	2,911	5,794	5,783	5,787	5,787
Procurement for Welfare Recipients	2012/13	(16,492)	(21,448)	(21,448)	(21,448)	(21,448)
Removing Certain Alternative Treatments from Disability Allowance	2012/13	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)
Removing Funding for Certain Pharmaceuticals from Disability Allowance	2012/13	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)
Reducing Disability Allowance Medical Alarm Costs	2011/12	(8,700)	(8,700)	(8,700)	(8,700)	(8,700)
Budget 2010 Tax Package	2010/11	8,878	9,119	9,119	9,119	9,119
Future Focus	2010/11	60	60	60	60	60

Domestic Purposes Benefit (M63)

Scope of Appropriation

Provision of income support for sole parents, caregivers of sick or infirm people or women alone, whose domestic circumstances exclude them from fully participating in the labour force. Also includes payment of a sub-category of the Emergency Benefit, administratively referred to as Emergency Maintenance Allowance. Paid in accordance with criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.

Expenses

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	1,751,117	1,737,981	149,349	-	-	-

Reasons for Change in Appropriation

This appropriation ceases on 14 July 2013 and will be replaced by new appropriations under Welfare Reform.

Conditions on Use of Appropriation

Reference	Conditions
Domestic Purposes Benefit is paid under sections 27A to 27H of the Social Security Act 1964	<p>Domestic Purposes Benefit provides assistance to people caring for others. Domestic Purposes Benefit - sole parent provides income support for sole parents with dependent children. Domestic Purposes Benefit - women alone provides income support for women with no dependent children who have lost the support of their partner or have finished caring for a sick relative or children after 50. Domestic Purposes Benefit - care of sick or infirm is available for people aged 16 or over who are caring full-time for someone other than their partner who would need hospital or other care if not in this care. Part-time work obligations usually apply to sole parent recipients whose youngest child is aged six or over.</p> <p>The net weekly rates paid depend on age, and Domestic Purposes Benefit - care of sick or infirm is paid at a higher rate. The weekly amounts quoted are before Family Tax Credit payments. The benefit is income tested. This appropriation is inclusive of tax and is after deductions for debt establishments and overseas pension recoveries.</p>
Sub-category of Emergency Benefit, administratively referred to as Emergency Maintenance Allowance is paid under sections 61 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 Maintenance Allowance is a sub-category of Emergency Benefit payable on the ground of hardship to people who are unable to earn a sufficient livelihood and are not eligible to receive any other main benefit. Emergency Maintenance Allowance is paid where, but for their ineligibility for another benefit, the person would be paid Domestic Purposes Benefit for Sole Parents under the Act.</p> <p>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>

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Youth Package - Young Parent Payment, Youth Payment and \$10 Incentive Payments	2012/13	(22,915)	(25,461)	(25,802)	(26,514)	(26,514)
Budget 2010 Tax Package	2010/11	(9,719)	(10,259)	(10,259)	(10,259)	(10,259)
Future Focus	2010/11	8,522	8,534	8,534	8,534	8,534

Employment Related Training Assistance (M63)

Scope of Appropriation

Provision of assistance with costs of undertaking approved employment related training, which is paid in accordance with the criteria set out in delegated legislation under the Social Security Act 1964.

Expenses

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	14,268	14,268	15,262	15,262	15,262	15,262
Course Participation Assistance Programme	1,951	1,951	1,707	1,673	1,581	1,479
Training Incentive Allowance	12,317	12,317	13,555	13,589	13,681	13,783

Reasons for Change in Appropriation

This is a capped item. The increase in total expenditure between 2012/13 and 2013/14 is partly because of the Confidential Listening and Assistance Service policy.

Conditions on Use of Appropriation

Reference	Conditions
Training Incentive Allowance and Young Parent Childcare payments are paid under the Training Incentive Allowance Programme pursuant to section 124(1)(d) of the Social Security Act 1964	To qualify for the Training Incentive Allowance a client must be receiving a qualifying benefit and be enrolled in a course that: is approved employment related training, and attracts Student Component Funding or other Government funding and not be currently enrolled in a level four National Qualifications Framework course of study or above (unless it started before June 2009); or is considered to meet government quality and relevance standards but is not student component funded, eg, secondary school courses and university pre-enrolment courses. This Allowance is non-taxable. Young Parent Childcare payments can be made to some teenage parents aged under 18 to cover childcare costs to enable those parents to attend secondary education. This payment is non-taxable and ceased in August 2012. It has been replaced by the Guaranteed Childcare Assistance Payment programme within the Childcare Assistance appropriation.
Course Participation Assistance is paid under the Course Participation Assistance Programme pursuant to section 124(1)(d) of the Social Security Act 1964	Course Participation Assistance helps with costs incurred through participating in short-term employment related training courses or programmes. The payment is available to assist with childcare and transport costs and some short course fees, for example, to obtain a heavy traffic licence. This Assistance is not available where a Training Incentive Allowance is already paid for the same course. It is subject to income and asset tests. The Assistance is a non-taxable payment.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Confidential Listening and Assistance Service	2013/14	-	994	865	-	-
Confidential Listening and Assistance Service: Next Steps and Financial Implications	2013/14	-	(994)	(865)	-	-
Confidential Listening and Assistance Service	2012/13	(499)	-	-	-	-
Budget 2010 Tax Package	2010/11	298	308	308	308	308
Savings Training Incentive Allowance	2009/10	(11,469)	(11,469)	(11,469)	(11,469)	(11,469)

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	705	705	705	705	705	705

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.
Non-Government Organisation (NGO) Awards are paid under Cabinet decisions	The NGO Awards pay for course fees that enable NGO staff to study for social work qualifications that meet the prerequisite educational qualifications for social worker registration.

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	279,980	273,376	272,503	260,006	254,595	252,063
Funeral Grants	10,555	10,555	10,116	10,281	10,455	10,641
Special Benefit	25,244	25,244	21,937	19,927	18,843	18,180
Special Needs Grants (incorporating Live Organ Donors Assistance)	54,875	54,875	57,701	57,980	58,010	57,305
Temporary Additional Support	163,898	163,898	168,303	168,281	167,287	165,937
Temporary Accommodation Assistance	18,804	18,804	14,446	3,537	-	-
Supplementary Estimates Add-on	6,604	-	-	-	-	-

Reasons for Change in Appropriation

Total expenditure on Hardship Assistance is expected to fall between 2012/13 and 2016/17.

The number of Special Benefit recipients is expected to fall at a diminishing rate. This payment was closed to new applicants from April 2006 but is still subject to reviews of costs. Temporary Additional Support replaced Special Benefit for new applicants. Expenditure for Temporary Additional Support is expected to increase from 2012/13 to 2013/14 because of an increase in the average amount paid to each recipient. From 2013/14 onwards, expenditure on Temporary Additional Support is expected to fall because the average payment rate is forecast to flatten out, while the number of recipients is expected to decline.

Special Needs Grants expenditure is expected to rise from 2012/13 to 2015/16 mainly as a result of increasing demand for hardship assistance, before falling because of a declining number of working-age beneficiaries.

Temporary Accommodation Assistance started in March 2011 as a Budget 2011 initiative to assist homeowners in certain circumstances with additional living costs as a result of the Canterbury earthquake. It was due to end on 16 February 2013, but was extended to 1 March 2015 at the Half Year Update 2012.

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 assessable 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 2004 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).
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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Canterbury Earthquake: Temporary Accommodation Assistance	2012/13	7,942	19,476	5,526	-	-
Changes to disability appropriations for pharmaceutical co-payment	2012/13	66	131	131	131	131
Special Needs Grant for Long Acting Reversible Contraception - Welfare Reform	2012/13	125	167	167	167	167
Youth Package - Childcare and Long Acting Contraception	2012/13	100	100	100	100	100
Working for Families Reform for Budget 2011	2011/12	65	77	125	125	125
Canterbury Earthquake: Response	2010/11	5,571	-	-	-	-
Budget 2010 Tax Package	2010/11	(5,473)	(5,651)	(5,651)	(5,651)	(5,651)
Future Focus	2010/11	(905)	(1,028)	(1,028)	(1,028)	(1,028)
Plan of Action to Prevent People Trafficking	2009/10	30	30	30	30	30

Invalid's Benefit (M63)*Scope of Appropriation*

Provision of means-tested income support for people who are totally blind, or permanently and severely restricted in their capacity for work due to sickness, injury or disability. Paid in accordance with the criteria set out in the Social Security Act 1964.

Expenses

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	1,337,448	1,328,821	116,468	-	-	-

Reasons for Change in Appropriation

This appropriation ceases on 14 July 2013 and will be replaced by new appropriations under Welfare Reform.

Conditions on Use of Appropriation

Reference	Conditions
Invalid's Benefit is paid under sections 39F to 44A of the Social Security Act 1964	<p>The Invalid's Benefit is paid to people who are medically assessed as having a permanent and severe disability or illness (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. To receive Invalid's Benefit a client must be aged 16 or over.</p> <p>The benefit is income tested and subject to income abatement but all personal earnings of a totally blind person are excluded. Invalid's Benefit is paid at a higher rate than other benefits with rates dependent on age and family status.</p> <p>This appropriation is inclusive of tax and is after deductions for debt establishments and overseas pension recoveries.</p>

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Hospital Rate of Benefit: Parity with Personal Allowance	2010/11	79	79	79	79	79
Budget 2010 Tax Package	2010/11	(5,636)	(6,046)	(6,046)	(6,046)	(6,046)
Future Focus	2010/11	5,563	5,625	5,625	5,625	5,625

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	-	-	1,773,301	1,867,073	1,858,363	1,850,277

Reasons for Change in Appropriation

This appropriation begins on 15 July 2013 and consists of recipients who would have previously received Unemployment Benefit and Emergency Benefit, Sickness Benefit, Domestic Purposes Benefit - Sole Parent with a youngest child aged 14 years and over, or Domestic Purposes Benefit - Woman Alone or Widow's Benefit without children or with children aged 14 years or over. Emergency Maintenance Allowance recipients are also included in this appropriation.

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.</p> <p>Jobseeker Support is available for people who are not in full-time employment but are either: 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. 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.</p> <p>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>

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Extending the Student Support Stand-Down Period for Permanent Residents	2014/15	-	-	209	483	598
Additional Flexibility for Highly Performing Private Training Establishments	2013/14	-	65	124	117	116
Continue 99-105% Tolerance Bands	2013/14	-	40	78	73	71
Reducing Student Allowances Eligibility for Students Aged 40 and Over	2013/14	-	149	463	617	608
Removing Student Allowance Eligibility for those Aged 65 and Over	2013/14	-	20	79	123	134
20 Additional Medical Places	2013/14	-	1	3	6	8
Welfare Reform Phase Two - 28 Day Rule	2013/14	-	214	223	223	223
Welfare Reform Phase Two - Abatement Rules	2013/14	-	539	567	567	567
Welfare Reform Phase Two - Widows/Woman Alone Rate Change	2013/14	-	(647)	(1,635)	(2,338)	(2,876)

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	10,252,628	10,234,628	10,894,365	11,495,042	12,102,462	12,711,879

Reasons for Change in Appropriation

A rising number of eligible people aged 65 years and over accounts for around 60% of the expected growth in expenditure from 2012/13 to 2016/17. The remaining increase is because of accumulated inflation and wage adjustments.

Conditions on Use of Appropriation

Reference	Conditions
New Zealand Superannuation is paid under the New Zealand Superannuation and Retirement Income Act 2001. Living Alone Payment is paid in accordance with the criteria set out in the New Zealand Superannuation and Retirement Income Act 2001 and in the Ministerial Direction - Living Alone Payments pursuant to section 5 of the Social Security Act 1964	<p>New Zealand Superannuation provides income for people who have reached the qualifying age of 65 and fulfilled the residency requirements. The Living Alone Payment is an additional supplementary benefit that recognises the extra costs for clients maintaining a household on their own. The Social Assistance (Living Alone Payments) Amendment Act 2013 will replace the Living Alone Payment with a new single living alone rate and a new single sharing accommodation rate of New Zealand Superannuation by 2 September 2013. The total amount of financial support received by people will not change.</p> <p>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>

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Portability of New Zealand Superannuation to Niue, Tokelau and the Cook Islands	2015/16	-	-	-	4,496	4,906
Welfare Reform Phase Two - Implementation, Costs and Funding	2012/13	(51)	(4,536)	(11,793)	(19,051)	(26,309)
Social Security Agreements with Croatia, Cyprus, Hungary and Malta	2012/13	177	271	373	464	464
Changes to the Living Alone Payment for Single New Zealand Superannuitants and Veteran's Pensioner's	2010/11	88	91	94	94	94
Hospital Rate of Benefit: Parity with Personal Allowance	2010/11	9	9	9	9	9
Budget 2010 Tax Package	2010/11	187,929	189,513	189,513	189,513	189,513
Future Focus	2010/11	2,328	2,412	2,412	2,412	2,412
Setting New Zealand Superannuation and Veteran's Pension rates at a minimum of 66% of the net average wage	2009/10	7,000	7,000	7,000	7,000	7,000

Orphan's/Unsupported Child's Benefit (M63)*Scope of Appropriation*

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.

Expenses

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	115,859	114,536	117,743	120,970	124,752	128,155

Reasons for Change in Appropriation

Annual inflation adjustments to payment rates and an expected increase in the number of children account for the majority of the rising trend in expenditure from 2012/13 to 2016/17.

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	Orphan's Benefit and Unsupported Child's Benefit 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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Budget 2010 Tax Package	2010/11	2,384	2,419	2,419	2,419	2,419

Sickness Benefit (M63)*Scope of Appropriation*

Provision of means-tested income support for people who are not in full-time employment and are limited in their capacity for work, or who are in employment but working at a reduced level, because of sickness, injury, disability or pregnancy. Paid in accordance with the criteria set out in the Social Security Act 1964.

Expenses

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	789,928	782,435	69,833	-	-	-

Reasons for Change in Appropriation

This appropriation ceases on 14 July 2013 and will be replaced by new appropriations under Welfare Reform.

Conditions on Use of Appropriation

Reference	Conditions
The Sickness Benefit is paid under sections 54 to 54F of the Social Security Act 1964. It includes Sickness Benefit 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	<p>Sickness Benefit provides assistance to those who are willing to undertake work but are limited in their capacity to work due to sickness, injury or disability. Sickness Benefit is also available from the 27th week of pregnancy (earlier if there are complications). It is work-tested for the spouse or partner of clients in receipt of Sickness Benefit, and work test obligations may apply to the primary client. Weekly rates depend on age and family status and the benefit is income-tested. The sole parent rate is the same as for the Domestic Purposes Benefit.</p> <p>Sickness Benefit on grounds of hardship is paid where an applicant meets the sickness criteria but not the residential criteria for entitlement to sickness benefit and is in hardship.</p> <p>This Benefit is inclusive of tax and is after deductions for debt establishments and overseas pension recoveries.</p>

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Youth Package - Young Parent Payment, Youth Payment and \$10 Incentive Payments	2012/13	(1,220)	(1,366)	(1,406)	(1,448)	(1,448)
Hospital Rate of Benefit: Parity with Personal Allowance	2010/11	26	26	26	26	26
Budget 2010 Tax Package	2010/11	(1,672)	(1,702)	(1,702)	(1,702)	(1,702)

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	-	-	1,287,824	1,341,247	1,366,061	1,391,160

Reasons for Change in Appropriation

This appropriation begins on 15 July 2013, and consists of recipients with a youngest child aged 0 to 13 years who would have previously received Domestic Purposes Benefit - Sole Parent or Widow's Benefit.

Conditions on Use of Appropriation

Reference	Conditions
Sections 20A to 20H of the Social Security Act 1964	<p>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.</p> <p>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.</p>

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	13,041	12,441	12,861	12,893	12,845	12,833
Civilian Amputee Assistance	369	369	389	401	413	420
Clothing Allowance	5,301	5,301	5,502	5,712	5,948	6,176
Community Costs	497	497	540	535	508	502
Home Help	1,678	1,678	2,122	2,284	2,291	2,290
Relocation Assistance	247	247	226	229	232	234
Social Rehabilitation Assistance	1,834	1,834	1,938	1,900	1,887	1,882
Telephone Costs Payment	2,515	2,515	2,144	1,832	1,566	1,329
Supplementary Estimates Add-On	600	-	-	-	-	-

Reasons for Change in Appropriation

Special Circumstance Assistance increases from 2012/13 to 2013/14 mainly because of increases in expenditure for Clothing Allowance and Home Help. From 2013/14 to 2016/17 total expenditure is relatively unchanged as increases in Clothing Allowance are offset by the on-going decline in Telephone Costs Payment.

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 Veteran's 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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	604,027	592,027	574,360	536,375	529,476	528,096
Student Allowances	591,506	591,506	573,882	535,901	529,008	527,634
Student Allowance Transfer Grant Programme	521	521	478	474	468	462
Supplementary Estimates Add-on	12,000	-	-	-	-	-

Reasons for Change in Appropriation

Expenditure on Student Allowances is expected to decrease mainly because of an expected decrease in the number of Student Allowance recipients. The number of students is expected to fall as the economy recovers.

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: 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 Allowances purposes by the Tertiary Education Commission; 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> <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>

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Extending the Student Support Stand-Down Period for Permanent Residents	2014/15	-	-	(2,610)	(6,290)	(7,690)
Additional Flexibility for Highly Performing Private Training Establishments	2013/14	-	1,155	2,387	2,277	2,209
Continue 99-105% Tolerance Bands	2013/14	-	787	1,621	1,540	1,492
Reducing Student Allowances Eligibility for Students Aged 40 and Over	2013/14	-	(1,270)	(4,007)	(5,395)	(5,246)
Removing Student Allowance Eligibility for those Aged 65 and Over	2013/14	-	(416)	(1,725)	(2,731)	(2,956)
20 Additional Medical Places	2013/14	-	25	77	127	177
Removing Student Allowance Eligibility for Postgraduate Study and Long programmes	2012/13	(14,260)	(29,786)	(30,121)	(28,911)	(28,911)
Restricting Loans for People Aged 55 and Over to Tuition Fees Only	2012/13	172	367	365	365	365

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Restricting Loans for Those in Default for One or More Years	2012/13	(382)	(637)	(391)	(391)	(391)
Funding Trades Training as Part of Skills for Canterbury Initiatives in 2011/12 and 2012/13	2011/12	2,562	-	-	-	-
Implementation of Changes to the Definition of Parental Income for the Student Allowance Scheme	2011/12	(13,800)	(12,700)	(12,200)	(12,200)	(12,200)
No CPI Adjustments to Student Allowance Parental Income Thresholds for four Years	2011/12	(3,619)	(6,655)	(6,670)	(10,818)	(10,818)
Additional Equivalent Full-Time Students - Private Training Establishments	2011/12	2,229	2,026	1,915	1,915	1,915
Additional Medical Student Places	2011/12	165	263	361	464	526
Refocusing Industry Training and Responding to Demand in the University Sector	2010/11	1,781	-	-	-	-
Budget 2010 Tax Package	2010/11	(1,163)	(844)	(844)	(844)	(844)
Increasing Medical Training Places	2010/11	149	198	249	283	283
Meet Some Additional Demand for Tertiary Education	2010/11	2,935	2,880	2,880	2,880	2,880
Maintain 2010 EFTS in the University and Polytechnic Sectors	2010/11	5,757	5,492	5,492	5,492	5,492
Student Support Savings Package	2010/11	9,267	9,298	9,298	9,298	9,298
Increasing Medical Training Places	2009/10	628	628	628	628	628

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	24,518	24,218	21,467	20,145	18,910	19,167
Merit Scholarships	450	450	300	150	-	-
Scholarships and NQF/NCEA Awards	4,639	4,639	4,639	4,639	4,639	4,639
Step Up Scholarships	864	864	576	288	-	-
TeachNZ Scholarships	18,265	18,265	15,952	15,068	14,271	14,528
Supplementary Estimates Add-on	300	-	-	-	-	-

Reasons for Change in Appropriation

TeachNZ and Scholarships and NQF/NCEA Awards are capped items. The reduction in the TeachNZ cap between 2012/13 and 2013/14 represents a policy decision to reprioritise spending. Bonded Merit and Step Up Scholarships ceased in 2009/10 with payments continuing for scholarships previously awarded.

Conditions on Use of Appropriation

Reference	Conditions
Merit Scholarships are paid under Cabinet decisions	Merit Scholarships recognise New Zealand's most academically capable students. The Scholarship provide a flat rate toward tuition fees for full time study, for each year up to four years, from the second year of a first bachelor degree. Following the completion of their qualification, Scholarship recipients are bonded to remain in New Zealand for a period equivalent to the period of the Scholarship paid. Students who breach the terms and conditions of their Scholarship may have all or part of their Scholarship payments recovered as a Student Loan under section 307AC of the Education Act 1989.
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.
Step Up Scholarships are paid under Cabinet decisions	Step Up Scholarships are for students from low income backgrounds who are studying approved full-time tertiary degree courses in the area of science, technology, human or animal health. The student must make a minimum contribution towards their fees each year, with the balance being paid by the scholarship. Following the completion of their qualification, scholarship recipients are bonded to remain in New Zealand for a period equivalent to the period of the scholarship paid. Students who breach the terms and conditions of their scholarship may have all or part of their scholarship payments recovered as a Student Loan under section 307AC of the Education Act 1989. This Scholarship is non-taxable.
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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
TeachNZ Scholarships Reprioritisation	2012/13	(4,102)	(6,232)	(7,116)	(7,913)	(7,656)
Cease Awarding Bonded Merit and Step Up Scholarships	2009/10	(26,151)	(26,151)	(26,151)	(26,151)	(26,151)

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	-	-	1,391,858	1,435,481	1,442,507	1,456,200

Reasons for Change in Appropriation

This appropriation begins on 15 July 2013, and will consist of recipients who would have previously received an Invalid's Benefit or a Domestic Purposes Benefit - Care of Sick or Infirm.

Conditions on Use of Appropriation

Reference	Conditions
Sections 40B to 40K of the Social Security Act 1964.	<p>Supported Living Payment is paid to people on medical or caring grounds. 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>

Transition to Work (M63)

Scope of Appropriation

Provision of payments to beneficiaries, low income earners, students and ex beneficiaries, who meet certain criteria, to assist in the transition from benefit to employment and the continuation of employment. Criteria are set out in relevant Welfare Programmes and Ministerial Directions pursuant to the Social Security Act 1964.

Expenses

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	22,362	20,362	23,100	24,154	24,212	24,406
Employment Transition Programme	227	227	222	224	227	227
New Employment Transition Grants	106	106	103	104	106	108
Seasonal Work Assistance	340	340	339	345	351	357
Transition to Work Grant	19,689	19,689	18,647	19,391	19,288	19,385
Work Bonus	-	-	3,789	4,090	4,240	4,329
Supplementary Estimates Add-on	2,000	-	-	-	-	-

Reasons for Change in Appropriation

Total expenditure in this appropriation is expected to rise over the forecast horizon because of the introduction of the new Work Bonus payment.

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 Invalid's Benefit recipients who have completed an Employment Trial (this is when a person on Invalid's Benefit can work 15 hours or more in open employment for an agreed period of up to six months without losing eligibility to Invalid's Benefit) and who would otherwise experience a drop in income when they lose eligibility to Invalid's Benefit 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.

Reference	Conditions
Transition to Work Grant is paid under the Transition to Work Grant Programme pursuant to section 124(1)(d) of the Social Security Act 1964	The Transition to Work Grant provides flexible non-recoverable financial assistance to help clients meet the essential costs incurred when transitioning into employment. The Grant is available to beneficiaries, low-income earners returning to the workforce or transferring between jobs, and to students. In some cases payments covering up to two weeks of bridging finance to meet living expenses and temporary suspension of debt repayments are also available. The Grant is non-taxable.
Work Bonus is paid under the Transition to Work Grant Programme pursuant to section 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. The Work Bonus incentive is non-taxable.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Welfare Reform Phase Two - Work Bonus	2013/14	-	3,789	4,090	4,240	4,329
Budget 2010 Tax Package	2010/11	547	559	559	559	559

Unemployment Benefit and Emergency Benefit (M63)

Scope of Appropriation

Provision of means-tested assistance for people who are not in full-time employment and are available for and seeking full time employment, or engaged in approved activities. Also the provision of assistance to people who are in hardship and unable to earn enough income for themselves (and any dependent family) and cannot receive another benefit. Both forms of assistance are paid in accordance with criteria set out in the Social Security Act 1964 and delegated legislation issued under that Act.

Expenses

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	822,370	805,759	64,589	-	-	-

Reasons for Change in Appropriation

This appropriation ceases on 14 July 2013 and will be replaced by new appropriations under Welfare Reform.

Conditions on Use of Appropriation

Reference	Conditions
Unemployment Benefit is paid under sections 88A to 123D of the Social Security Act 1964, and, for Unemployment Benefit 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	<p>The Unemployment Benefit is available for people who are not in full-time employment but are looking for and available for work. It is a work-tested benefit. Net weekly rates depend on age and family status. The sole parent rate is the same as for the Domestic Purposes Benefit. This Benefit is taxable and is after deductions for debt establishments and overseas pension recoveries.</p> <p>Unemployment Benefit on the grounds of hardship may be paid to an applicant who meets the job seeking criteria for Unemployment Benefit, but not the residency requirements and is in hardship.</p>
Emergency Benefit is paid under sections 61 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	Emergency Benefit is payable on the grounds of hardship to people who are unable to earn a sufficient livelihood and cannot receive any other benefit. Emergency Benefit can also be paid instead of, or in substitution for, a statutory benefit the person is eligible to receive. Rates of payment can vary but cannot exceed the rate of the analogous income tested benefit that would be otherwise payable. This Benefit is inclusive of tax and is after deductions for debt establishments and overseas pension recoveries.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Youth Package - Young Parent Payment, Youth Payment and \$10 Incentive Payments	2012/13	(1,295)	(1,266)	(1,131)	(1,047)	(1,047)
Restricting Loans for People Aged 55 and Over to Tuition Fees Only	2012/13	16	24	22	22	22
Restricting Loans for Those in Default for One or More Years	2012/13	(31)	(37)	(24)	(24)	(24)
Funding Trades Training as Part of Skills for Canterbury Initiatives in 2011/12 and 2012/13	2011/12	177	-	-	-	-
Additional Equivalent Full-Time Students - Private Training Establishments	2011/12	145	192	183	183	183
Additional Medical Student Places	2011/12	3	6	7	10	11
Increasing Medical Training Places	2011/12	3	5	6	7	7
Implementation of Changes to the Definition of Parental Income for the Student Allowance Scheme	2011/12	(2,229)	(2,123)	(2,111)	(2,111)	(2,111)
Budget 2010 Tax Package	2010/11	(2,714)	(2,772)	(2,772)	(2,772)	(2,772)
Maintain 2010 EFTS in the University and Polytechnic Sectors	2010/11	124	120	120	120	120
Meet Some Additional Demand for Tertiary Education	2010/11	61	60	60	60	60
Student Support Savings Package	2010/11	211	212	212	212	212
Increasing Medical Training Places	2009/10	62	62	62	62	62

Widow's Benefit (M63)

Scope of Appropriation

Provision of means-tested income support for women whose partners have died and who do not yet qualify for New Zealand Superannuation, but meet residency and other requirements. Paid in accordance with criteria set out in the Social Security Act 1964.

Expenses

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	71,911	71,188	5,996	-	-	-

Reasons for Change in Appropriation

This appropriation ceases on 14 July 2013 and will be replaced by new appropriations under Welfare Reform.

Conditions on Use of Appropriation

Reference	Conditions
Widow's Benefit is paid under sections 21 and 24 of the Social Security Act 1964	Widow's Benefit provides support to women whose spouses or partners have died. If the woman is not looking after a child at the time of making an application then certain other criteria such as length of union(s) and age may apply. Net weekly rates paid depend on whether the applicant has dependants. 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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Budget 2010 Tax Package	2010/11	(148)	(153)	(153)	(153)	(153)
Future Focus	2010/11	824	774	774	774	774

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	32,276	30,916	35,573	35,597	35,594	35,937

Reasons for Change in Appropriation

The increase in expenditure between 2012/13 and 2013/14 is because the Youth Payment and Young Parent Payment was introduced partway through the 2012/13 fiscal year on 20 August 2012. The 2012/13 year reflects over 10 months of expenditure, while from 2013/14 onwards expenditure is for the full 12 months.

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 five 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>

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Youth Package - Young Parent Payment, Youth Payment and \$10 Incentive Payments	2012/13	38,272	44,812	45,159	46,057	46,057

Part 5 - Details and Expected Results for Other Expenses

Part 5.2 - Non-Departmental Other Expenses

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - More people into work and out of welfare dependency	Employment Assistance, Mainstream Supported Employment Programme, and Out of School Care Programmes.
Outcome - More young people are in education, training or work	Employment Assistance, Mainstream Supported Employment Programme, and Out of School Care Programmes.
Outcome - Fewer children are vulnerable	Out of School Care Programmes.
Outcome - Fewer children and young people commit crime	Employment Assistance.
Outcome - More people interact with the Ministry in a digital environment	Employment Assistance, and Out of School Care Programmes.

Debt Write-downs (M63)

Scope of Appropriation

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	90,087	80,087	80,793

Reasons for Change in Appropriation

This appropriation decreases by \$9.294 million to \$80.793 million for 2013/14. This decrease relates to a change in the level of outstanding debt and the rates used to calculate the debt write-down provision.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Welfare Reform Phase Two - Pre-Employment Drug Testing Costs	2013/14	-	161	161	161	161
Restricting Loans for People Aged 55 and Over to Tuition Fees Only	2012/13	(10,341)	(14,574)	(14,927)	(14,927)	(14,927)
Restricting Loans for Those in Default for One or More Years	2012/13	(3,097)	(3,806)	(3,145)	(3,145)	(3,145)
Additional Equivalent Full-Time Students - Private Training Establishments	2011/12	2,996	2,978	2,982	2,982	2,982

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Additional Medical Student Places	2011/12	391	624	858	1,089	1,168
Changes to the Student Loans Appropriations	2011/12	(733,068)	(741,917)	(752,366)	(752,366)	(752,366)
Improving Value for Money of the Government's Investment in Pilot Training	2011/12	(5,248)	(10,122)	(11,590)	(11,590)	(11,590)
Removing Course-Related Cost Component for Part-Time Full-Year Study	2011/12	(7,186)	(7,296)	(7,409)	(7,409)	(7,409)
Student Loan Savings from the Education (Freedom of Association) Bill	2011/12	(8,817)	(8,817)	(8,817)	(8,817)	(8,817)
Corrections to Student Loan Scheme Budget 2010 Decisions	2010/11	1,883	2,039	2,039	2,039	2,039
Refocusing Industry Training and Responding to Demand in the University Sector	2010/11	550	-	-	-	-
Retaining the Student Loan Repayment Threshold Until 2014/15	2010/11	(13,033)	(15,002)	(15,695)	(15,695)	(15,695)
Student Loan Scheme: Excess Repayment Bonus and Other Issues	2010/11	(841)	(847)	(847)	(847)	(847)
Student Loan Repayment Threshold for 2011/12 Tax Year	2010/11	(3,362)	(3,408)	(3,451)	(3,451)	(3,451)
Budget 2010 Tax Package	2010/11	17,300	17,500	17,500	17,500	17,500
Future Focus - Study Support	2010/11	724	724	724	724	724
Increasing Medical Training Places	2010/11	291	401	508	548	548
Maintain 2010 EFTS in the University and Polytechnic Sectors	2010/11	7,891	7,781	7,781	7,781	7,781
Meet Some Additional Demand for Tertiary Education	2010/11	4,203	4,280	4,280	4,280	4,280
Relax Fee Regulation	2010/11	17,094	25,087	25,087	25,087	25,087
Student Support Savings Package	2009/10	(59,443)	(63,219)	(63,219)	(63,219)	(63,219)
Bonus for Voluntary Student Loan repayments	2009/10	(1,363)	(1,363)	(1,363)	(1,363)	(1,363)
Increasing Medical Training Places	2009/10	833	833	833	833	833
Cease awarding Bonded Merit and Step-Up Scholarships	2009/10	2,645	2,645	2,645	2,645	2,645

Employment Assistance (M63)

Scope of Appropriation

Provision of assistance to help address barriers faced by job seekers so they can become work ready, move into employment and stay in employment for longer periods of time. This employment assistance is governed by the Cabinet and Ministerial Guidelines for Employment and Training Assistance.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	93,639	93,639	102,133
Flexi Wage	22,502	22,502	21,473
Development Services	24,323	24,323	30,096
Extra employment support for people with ill health and/ or disabilities	3,064	3,064	9,327
Skills for Industry	43,750	43,750	41,237

Reasons for Change in Appropriation

This appropriation increased by \$8.494 million to \$102.133 million for 2013/14. The increase mainly relates to:

- Funding for Welfare Reform phase two - external contracting funding of \$12 million to enable Work and Income to contract external providers to deliver case management and wrap-around services for particular groups of beneficiaries.

This was offset by two expense transfers carrying funding forward from 2011/12 to 2012/13:

- Job Opportunities with Training transfer of \$3 million. To provide opportunities for young people during the economic downturn, and
- Canterbury Employment Assistance transfer of \$1 million to assist with the Canterbury reconstruction.

Expected Results

	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of contracted places in Skills for Industry training will be between	New measure	New measure	22,000-24,000
The number of clients who are provided with a Flexi-Wage will be between	New measure	New measure	4,800-5,000
The proportion of participants in Skills for Industry training who move off benefit into higher education or employment after eight weeks of completion will be between	New measure	New measure	55-60%
The proportion of clients who are provided with a Flexi-Wage who retain employment after eight weeks of expiry of the subsidy will be between	New measure	New measure	75-80%

Conditions on Use of Appropriation

Reference	Conditions
Ministerial Guidelines for use of Employment Assistance	The Ministerial Guidelines took effect from 2012. The four clusters are: <ul style="list-style-type: none"> • Development Services. • Flexi wage • Skills for Industry • Extra Employment Support for People with Ill Health or Disability

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Work and Income Programme Savings - Welfare Reform	2014/15	-	-	(26,750)	(26,800)	(26,800)
Expansion of the Social Sector Trials Model into Ten New Locations	2013/14	-	(50)	(50)	-	-
Welfare Reform Phase Two - External Contracting	2013/14	-	12,000	12,000	12,000	12,000
2012 Migrant Levy Review	2012/13	391	782	782	782	782
Extending the Social Sector Trials Beyond February 2013	2012/13	(20)	(67)	-	-	-
Migrant Levy Funding Review and Proposed Allocations for 2012/13	2012/13	(586)	(586)	(586)	-	-
Reconfiguring Training Opportunities	2010/11	31,190	31,190	31,190	31,190	31,190

Mainstream Supported Employment Programme (M63)

Scope of Appropriation

This appropriation is limited to salary subsidies, training for participants, supervisors and placement specialists, and funding for other employment support provided by the Mainstream Supported Employment Programme.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,946	3,946	3,546

Reasons for Change in Appropriation

This appropriation decreased by \$400,000 to \$3.546 million in 2013/14. This decrease relates to a one-off fiscally neutral transfer to this appropriation in 2012/13 to meet strong demand following changes to the programme criteria.

Expected Results

	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of participants in the Mainstream Supported Employment Programme will be between	180-230 (see Note 1)	230	250-275
The proportion of participants in the Mainstream Supported Employment Programme who have moved into training or employment will be no less than	New measure	New measure	100%

Note 1 - The Mainstream Supported Employment Programme supports people with disabilities to get work in the state sector through salary subsidies. Currently, salaries are subsidised by 100% in the first year and 80% in the second year.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Review of Contracted Services	2010/11	(1,020)	(1,020)	(1,020)	(1,020)	(1,020)

Out of School Care Programmes (M63)*Scope of Appropriation*

Provision of assistance to CYF approved OSCAR programmes to assist with the establishment and/or operating costs of OSCAR programmes.

Expenses

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	16,953	16,953	18,803

Reasons for Change in Appropriation

This appropriation increased by \$1.850 million to \$18.803 million in 2013/14. This increase mainly relates to an expense transfer of \$1.900 million from 2012/13 to 2013/14 to provide for transitional arrangements in the first year of the new OSCAR funding system.

Expected Results

	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
The number of children aged five to 14 years participating in funded OSCAR programmes will be no less than	New measure	New measure	40,000
The proportion of assistance grants paid to Child, Youth and Family-approved providers will be between	95-100%	100%	95-100%

Conditions on Use of Appropriation

Reference	Conditions
Cabinet decision	The Cabinet agreed the maximum grant amount per OSCAR programme. The maximum amount will be \$16,000 GST exclusive.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Out of School Care and Recreation Grant Funding System	2012/13	(1,900)	1,900	-	-	-
Funding for Out of School Care and Recreation	2011/12	1,400	-	-	-	-
Review of Contracted Services	2010/11	(1,034)	(1,584)	(1,584)	(1,584)	(1,584)

Reporting Mechanisms

Appropriation	Reporting Mechanism
Debt Write-downs	Not reported
Employment Assistance	Section 32A report
Mainstream Supported Employment Programme	Not reported
Out of School Care Programmes	Section 32A report

The above table indicates the mechanisms to be used for reporting actual performance for each non-departmental other expenses appropriation.

Part 6 - Details and Expected Results for Capital Expenditure

Part 6.1 - Departmental Capital Expenditure

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - More people into work and out of welfare dependency	Ministry of Social Development - Capital Expenditure PLA.
Outcome - More young people are in education, training or work	Ministry of Social Development - Capital Expenditure PLA.
Outcome - More young people contribute positively to their communities	Ministry of Social Development - Capital Expenditure PLA.
Outcome - Fewer children are vulnerable	Ministry of Social Development - Capital Expenditure PLA.
Outcome - More efficient and effective allocation of government resources to meet community needs	Ministry of Social Development - Capital Expenditure PLA.
Outcome - Fewer children and young people commit crime	Ministry of Social Development - Capital Expenditure PLA.
Outcome - Fewer people commit fraud and the system is fair and sustainable	Ministry of Social Development - Capital Expenditure PLA.
Outcome - More people interact with the Ministry in a digital environment	Ministry of Social Development - Capital Expenditure PLA.

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

	2012/13		2013/14
	Budgeted \$000	Estimated Actual \$000	Budget \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	39,618	39,618	45,175
Intangibles	17,821	17,821	17,821
Other	-	-	-
Total Appropriation	57,439	57,439	62,996

Expected Results

	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Residential Buildings	4,578	4,578	7,372
Software Development	17,821	17,821	17,821
Computer Hardware	12,420	12,420	17,977

	2012/13		2013/14
	Budgeted Standard	Estimated Actual Standard	Budget Standard
Motor Vehicles	8,000	8,000	8,000
Plant and Equipment	780	780	780
Furniture and Fittings	13,840	13,840	11,046
Total Appropriation	57,439	57,439	62,996

The table above reflects Vote Social Development's planned capital expenditure in 2013/14 and estimated expenditure levels in the current financial year 2012/13.

Part 6.2 - Non-Departmental Capital Expenditure

Intended Impacts, Outcomes and Objectives

Intended Impacts, Outcomes or Objectives of Appropriations	Appropriations
Outcome - More people into work and out of welfare dependency	Recoverable Assistance, and Student Loans.
Outcome - More young people are in education, training or work	Recoverable Assistance, and Student Loans.
Outcome - Fewer children and young people commit crime	Recoverable Assistance, and Student Loans.
Outcome - More people interact with the Ministry in a digital environment	Student Loans.

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	150,805	146,301	150,669	145,411	143,357	141,245
Recoverable Advance Payment of Benefit	127,174	127,174	130,830	125,739	123,632	121,640
Recoverable Special Needs Grant	6,336	6,336	6,929	6,979	7,037	6,974
Recoverable Assistance Programme	12,791	12,791	12,910	12,693	12,688	12,631
Supplementary Estimates Add-on	4,504	-	-	-	-	-

Reasons for Change in Appropriation

The decrease in expenditure from 2012/13 to 2016/17 is because of an expected decrease in demand. This is partly offset by the impact of pre-employment drug testing as part of Welfare Reform, which starts in 2013/14.

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 pursuant to the Social Security Act 1964, 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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Welfare Reform Phase Two - Pre-Employment Drug Testing Costs	2013/14	-	402	402	402	402
Future Focus - Study Support	2010/11	1,809	1,809	1,809	1,809	1,809

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

	2012/13		2013/14	2014/15	2015/16	2016/17
	Budgeted \$000	Estimated Actual \$000	Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Total Appropriation	1,579,100	1,553,100	1,631,661	1,681,344	1,733,048	1,801,523

Reasons for Change in Appropriation

The increase in expenditure on Student Loans between 2012/13 and 2016/17 is because of an expected growth in the average loan amount per person. This is partly offset by an expected decline in the number of loan borrowers, which peaked in 2010 as more people entered study in response to the recession.

Conditions on Use of Appropriation

Reference	Conditions
Student Loans Scheme Act 1992	The Student Loan Scheme Act 1992 provides for the collection of Student Loan repayment and Bonded Scholarships.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Extending the Student Support Stand-Down Period for Permanent Residents	2014/15	-	-	(1,595)	(7,831)	(13,176)
Fixing a 4% Annual Maximum Fee Movement in 2015 and 2016	2014/15	-	-	14,598	32,659	32,659
Continue 99-105% Tolerance Bands	2013/14	-	3,794	5,327	5,443	5,484
Reducing Student Allowances Eligibility for Students Aged 40 and Over	2013/14	-	532	1,696	2,296	2,232
Removing Student Allowance Eligibility for those Aged 65 and Over	2013/14	-	(130)	(444)	(546)	(627)
Additional Flexibility for Highly Performing Private Training Establishments	2013/14	-	6,754	11,918	12,271	12,689
20 Additional Medical Places	2013/14	-	231	521	831	1,294
Expanding Fee-Free Youth Guarantee (YG) Tertiary Places	2012/13	(6,570)	(15,346)	(20,191)	(21,079)	(21,079)
No CPI Adjustments to Student Allowance Parental Income Thresholds for four Years	2012/13	2,305	3,765	5,152	6,029	6,029
Setting a 2 Equivalent Full-Time Student (EFTS) Student Loan Borrowing Limit	2012/13	(45)	(64)	(64)	(64)	(64)
Removing Student Allowance Eligibility for Postgraduate Study and Long Programmes	2012/13	-	22,589	20,724	19,885	19,885
Repealing the Student Loan Voluntary Repayment Bonus	2012/13	(16,768)	(17,068)	(16,942)	(17,039)	(17,039)
Restricting Loans for People Aged 55 and Over to Tuition Fees Only	2012/13	(12,383)	(17,474)	(17,917)	(17,917)	(17,917)
Restricting Loans for Those in Default for One or More Years	2012/13	(6,054)	(7,441)	(6,148)	(6,148)	(6,148)
Funding Trades Training as Part of Skills for Canterbury Initiatives in 2011/12 and 2012/13	2011/12	1,661	-	-	-	-
Setting a per Equivalent Full-Time Student (EFTS) Student Loan Borrowing Limit for Pilot Training	2011/12	(5,161)	(3,959)	(4,666)	(5,931)	(5,931)
Additional Equivalent Full-Time Students - Private Training Establishments	2011/12	6,621	6,582	6,590	6,590	6,590
Additional Medical Student Places	2011/12	865	1,379	1,896	2,406	2,581
Implementation of Changes to the Definition of Parental Income for the Student Allowance Scheme	2011/12	3,726	3,429	3,294	3,294	3,294
Improving Value for Money of the Government's Investment in Pilot Training	2011/12	(7,879)	(15,094)	(17,269)	(17,269)	(17,269)
Removing Course-Related Cost Component for Part-Time Full-Year Study	2011/12	(14,019)	(14,235)	(14,456)	(14,456)	(14,456)

Policy Initiative	Year of First Impact	2012/13 Budgeted \$000	2013/14 Budget \$000	2014/15 Estimated \$000	2015/16 Estimated \$000	2016/17 Estimated \$000
Student Loan Savings from the Education (Freedom of Association) Bill	2011/12	(16,865)	(16,865)	(16,865)	(16,865)	(16,865)
Corrections to Student Loan Scheme Budget 2010 Decisions	2010/11	3,431	3,716	3,716	3,716	3,716
Refocusing Industry Training and Responding to Demand in the University Sector	2010/11	2,966	-	-	-	-
Budget 2010 Tax Package	2010/11	31,500	31,900	31,900	31,900	31,900
Increasing Medical Training Places	2010/11	614	846	1,073	1,156	1,156
Maintain 2010 EFTS in the University and Polytechnic Sectors	201/011	17,191	16,951	16,951	16,951	16,951
Meet Some Additional Demand for Tertiary Education	2010/11	9,157	9,324	9,324	9,324	9,324
Relax Fee Regulation	2010/11	31,074	45,604	45,604	45,604	45,604
Student Support Savings Package	2010/11	(91,697)	(98,386)	(98,386)	(98,386)	(98,386)
Bonus for Voluntary Student Loan repayments	2009/10	24,472	24,472	24,472	24,472	24,472
Increasing Medical Training Places	2009/10	2,129	2,129	2,129	2,129	2,129
Cease Awarding Bonded Merit and Step-Up Scholarships	2009/10	6,756	6,756	6,756	6,756	6,756

Reporting Mechanisms

Appropriation	Reporting Mechanism
Recoverable Assistance	Not reported
Student Loans	Annual Report of the Student Loans Scheme

The above table indicates the mechanisms to be used for reporting actual results for each non-departmental capital expenditure appropriation.