

Vote Oranga Tamariki

APPROPRIATION MINISTER(S): Minister for the Public Service (M66), Minister for Children (M93)

DEPARTMENT ADMINISTERING THE VOTE: Oranga Tamariki - Ministry for Children (A32)

RESPONSIBLE MINISTER FOR ORANGA TAMARIKI - MINISTRY FOR CHILDREN: Minister for Children

Details of Appropriations and Capital Injections

Annual Appropriations and Forecast Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Departmental Output Expenses			
Adoption Services (M93) (A32) This appropriation is limited to the management of services, incorporating education, assessment, reporting, counselling, and mediation, to all people who are party to adoption-related matters, past or present.	9,645	916	10,561
Crown Response to the Royal Commission of Inquiry into Historical Abuse in State Care and in the Care of Faith-Based Institutions (M66) (A32) This appropriation is limited to the provision of support to deliver a coordinated and effective Crown response to the Royal Commission of Inquiry into Historical Abuse in State Care and in the Care of Faith-Based Institutions.	5,964	4,091	10,055
Total Departmental Output Expenses	15,609	5,007	20,616
Departmental Capital Expenditure			
Oranga Tamariki-Ministry for Children - Capital Expenditure PLA (M93) (A32) This appropriation is limited to the purchase or development of assets by and for the use of Oranga Tamariki-Ministry for Children; as authorised by section 24(1) of the Public Finance Act 1989.	70,715	(10,515)	60,200
Total Departmental Capital Expenditure	70,715	(10,515)	60,200
Non-Departmental Output Expenses			
Connection and Advocacy Service (M93) (A32) This appropriation is limited to supporting an independent connection and advocacy service for children and young people in statutory care.	4,000	-	4,000
Total Non-Departmental Output Expenses	4,000	-	4,000
Multi-Category Expenses and Capital Expenditure			
Investing in Children and Young People MCA (M93) (A32) The single overarching purpose of this appropriation is to ensure New Zealand's vulnerable children and young people have positive outcomes.	1,278,079	1,974	1,280,053
<i>Departmental Output Expenses</i>			
<i>Intensive Intervention</i> This category is limited to intensive intervention services for children and young people exhibiting needs which place them at risk of harm and/or requiring a statutory intervention.	14,526	9,567	24,093
<i>Policy Advice and Ministerial Services</i> This category is limited to providing policy advice and other support to the Ministers in discharging their policy decision-making and other portfolio responsibilities.	9,677	1,299	10,976
<i>Prevention and Early Intervention</i> This category is limited to providing prevention, awareness and early intervention programmes and services to identify and support children, young people and their families at risk of poor life outcomes.	367,675	27,779	395,454
<i>Statutory Intervention and Transition</i> This category is limited to providing statutory care and youth justice services, and services to transition children and young people from statutory intervention.	886,201	(36,671)	849,530
Total Multi-Category Expenses and Capital Expenditure	1,278,079	1,974	1,280,053
Total Annual Appropriations and Forecast Permanent Appropriations	1,368,403	(3,534)	1,364,869

Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Departmental Output Expenses		
Evaluation and Auditing Expenses for the Reducing Youth Reoffending Social Bond Pilot (M93) (A32) This appropriation is limited to the costs of evaluating and auditing the Reducing Youth Reoffending Social Bond Pilot. Commences: 01 July 2017 Expires: 30 June 2022	Original Appropriation	300
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	300
	Actual to 2019/20 Year End	70
	Estimated Actual for 2020/21	155
	Estimate for 2021/22	75
	Estimated Appropriation Remaining	-
Non-Departmental Output Expenses		
Independent Advice on Oranga Tamariki (M93) (A32) This appropriation is limited to the expenses incurred in providing independent advice and assurance to the Minister for Children for discharging portfolio responsibilities. Commences: 01 February 2021 Expires: 30 June 2023	Original Appropriation	2,580
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	2,580
	Actual to 2019/20 Year End	-
	Estimated Actual for 2020/21	645
	Estimate for 2021/22	1,290
	Estimated Appropriation Remaining	645
Reducing Youth Reoffending Social Bond Pilot (M93) (A32) This appropriation is limited to the outcome payments incurred under the Reducing Youth Reoffending Social Bond Pilot. Commences: 01 July 2017 Expires: 30 June 2022	Original Appropriation	24,000
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	24,000
	Actual to 2019/20 Year End	10,205
	Estimated Actual for 2020/21	8,623
	Estimate for 2021/22	5,172
	Estimated Appropriation Remaining	-

Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	1,368,403	(3,534)	1,364,869
Total Forecast MYA Departmental Output Expenses	140	15	155
Total Forecast MYA Non-Departmental Output Expenses	4,110	5,158	9,268
Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations	1,372,653	1,639	1,374,292

Capital Injection Authorisations

	2020/21		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Oranga Tamariki - Ministry for Children - Capital Injection (M93) (A32)	69,285	(1,824)	67,461

Supporting Information

Part 1 - Vote as a Whole

1.2 - Trends in the Vote

Summary of Financial Activity

	2020/21				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	23,859	5,022	5,158	10,180	34,039
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	-	-	-
Capital Expenditure	70,715	(10,515)	-	(10,515)	60,200
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	1,278,079	1,974	-	1,974	1,280,053
<i>Other Expenses</i>	-	-	-	-	-
<i>Capital Expenditure</i>	-	N/A	-	-	-
Total Appropriations	1,372,653	(3,519)	5,158	1,639	1,374,292
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	-	N/A	-	-	-
Capital Receipts	-	N/A	-	-	-
Total Crown Revenue and Capital Receipts	-	N/A	-	-	-

Part 2 - Details of Departmental Appropriations

2.1 - Departmental Output Expenses

Adoption Services (M93) (A32)

Scope of Appropriation

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

Reasons for Change in Appropriation

The appropriation increased by \$916,000 to \$10.561 million for 2020/21 due to:

- \$879,000 funding transferred from 2019/20 to 2020/21 due to delays in projects outside the Ministry's control and as a result of the impact of COVID-19
- \$28,000 funding received to cover one year of project activities, associated capital charge and depreciation for the financial management information systems and payroll systems
- \$9,000 fiscally neutral transfer from Vote Social Development to realign funding driven by a review of shared services between the two Ministries, and
- \$2,000 revenue received from other government departments for secondments.

The above is offset by:

- \$2,000 reduction in funding due to capital charge decreasing from 6% to 5%.

Crown Response to the Royal Commission of Inquiry into Historical Abuse in State Care and in the Care of Faith-Based Institutions (M66) (A32)

Scope of Appropriation

This appropriation is limited to the provision of support to deliver a coordinated and effective Crown response to the Royal Commission of Inquiry into Historical Abuse in State Care and in the Care of Faith-Based Institutions.

Reasons for Change in Appropriation

The appropriation increased by \$4.091 million to \$10.055 million for 2020/21 due to the transfer of funding from 2019/20 to 2020/21 as hearings for the Royal Commission were delayed due to the impacts of COVID-19.

2.3 - Departmental Capital Expenditure and Capital Injections

Oranga Tamariki-Ministry for Children - Capital Expenditure PLA (M93) (A32)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of Oranga Tamariki-Ministry for Children; as authorised by section 24(1) of the Public Finance Act 1989.

Capital Expenditure

	2020/21		Total \$000
	Estimates \$000	Supplementary Estimates \$000	
Forests/Agricultural	-	-	-
Land	13,000	4,300	17,300
Property, Plant and Equipment	56,307	(21,907)	34,400
Intangibles	1,408	7,092	8,500
Other	-	-	-
Total Appropriation	70,715	(10,515)	60,200

Reasons for Change in Appropriation

The appropriation decreased by \$10.515 million to \$60.200 million for 2020/21 mainly due to the following changes in each expenditure type:

- the decrease in property, plant and equipment of \$21.907 million is mainly due to the capital transfers for the youth justice community build projects to outyears (\$30.623 million). This is offset by the transfer of assets from Vote Social Development as part of the shared services decoupling (\$8.960 million)
- the increase in land of \$4.300 million related to land transferred from Vote Social Development
- the increase in the intangibles balance of \$7.092 million is mainly for the caregiver information system and funding received in Budget 20 for the reducing risk of critical systems initiative.

*Capital Injections and Movements in Departmental Net Assets***Oranga Tamariki - Ministry for Children**

Details of Net Asset Schedule	2020/21 Main Estimates Projections \$000	2020/21 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2020/21
Opening Balance	241,442	241,442	Supplementary Estimates opening balance reflects the audited results as at 30 June 2020.
Capital Injections	69,285	67,461	\$23.329 million land and assets transferred from Vote Social Development as part decoupling of the shared services functions and \$5.470 million for reducing risk of critical systems (FMIS and Payroll) offset by \$30.623 million capital transfer from 2020/21 to out years for the youth justice community build projects due to delays outside the Ministry's control.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	310,727	308,903	

Part 3 - Details of Non-Departmental Appropriations

3.1 - Non-Departmental Output Expenses

Independent Advice on Oranga Tamariki (M93) (A32)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Independent Advice on Oranga Tamariki (M93) (A32) This appropriation is limited to the expenses incurred in providing independent advice and assurance to the Minister for Children for discharging portfolio responsibilities. Commences: 01 February 2021 Expires: 30 June 2023	Original Appropriation	2,580
	Adjustments to 2019/20	-
	Adjustments for 2020/21	-
	Adjusted Appropriation	2,580
	Actual to 2019/20 Year End	-
	Estimated Actual for 2020/21	645
	Estimate for 2021/22	1,290
	Estimated Appropriation Remaining	645

What is Intended to be Achieved with this Appropriation

This appropriation is intended to provide independent advice and assurance to the Minister for Children for discharging portfolio responsibilities.

End of Year Performance Reporting

An exemption was granted under s15D(2)(b)(iii) of the Public Finance Act as the average amount of this appropriation for Non-Departmental other expense is less than \$5 million.

Reasons for Change in Appropriation

This is a new appropriation established to provide independent advice and assurance to the Minister for Children.

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

4 - Multi-Category Expenses and Capital Expenditure

Investing in Children and Young People (M93) (A32)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to ensure New Zealand's vulnerable children and young people have positive outcomes.

Scope of Appropriation

Departmental Output Expenses

Intensive Intervention

This category is limited to intensive intervention services for children and young people exhibiting needs which place them at risk of harm and/or requiring a statutory intervention.

Policy Advice and Ministerial Services

This category is limited to providing policy advice and other support to the Ministers in discharging their policy decision-making and other portfolio responsibilities.

Prevention and Early Intervention

This category is limited to providing prevention, awareness and early intervention programmes and services to identify and support children, young people and their families at risk of poor life outcomes.

Statutory Intervention and Transition

This category is limited to providing statutory care and youth justice services, and services to transition children and young people from statutory intervention.

Expenses, Revenue and Capital Expenditure

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	1,278,079	1,974	1,280,053
Departmental Output Expenses			
Intensive Intervention	14,526	9,567	24,093
Policy Advice and Ministerial Services	9,677	1,299	10,976
Prevention and Early Intervention	367,675	27,779	395,454
Statutory Intervention and Transition	886,201	(36,671)	849,530
Funding for Departmental Output Expenses			
Revenue from the Crown	1,263,528	(2,053)	1,261,475
Intensive Intervention	12,503	9,511	22,014
Policy Advice and Ministerial Services	9,677	1,188	10,865
Prevention and Early Intervention	364,743	26,757	391,500
Statutory Intervention and Transition	876,605	(39,509)	837,096

	2020/21		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Revenue from Others	14,551	4,027	18,578
Intensive Intervention	2,023	56	2,079
Policy Advice and Ministerial Services	-	111	111
Prevention and Early Intervention	2,932	1,022	3,954
Statutory Intervention and Transition	9,596	2,838	12,434

Note 1 - Effective from 1 July 2021 there are two categories within the Investing in Children and Young People MCA that have been renamed from 'Intensive Intervention' to 'Intensive Response' and 'Prevention and Early Intervention' to 'Prevention and Early Support' to better reflect the services delivered and to better align with our obligations under section 7AA and the purpose and principles of the Oranga Tamariki Act 1989.

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

	2020/21		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Departmental Output Expenses			
Intensive Intervention			
The percentage of children who received intensive response services in the last twelve months, who subsequently required an out of home placement, will be no more than	Establish a baseline	Establish a baseline	Establish a baseline
The number of sites, offering intensive intervention services, will be no less than	Establish a baseline	5	5
The number of families, who engage with intensive intervention services, will be no less than	Establish a baseline	150	150
Statutory Intervention and Transition			
The percentage of children, in care for more than three months, with an actionable plan will be no less than	Establish a baseline	95%	95%
The percentage of children in care, with regular quality engagement with an Oranga Tamariki practitioner, will be no less than	Establish a baseline	95%	95%
The number of young people eligible to remain or return with a caregiver beyond age eighteen, who are enabled to do so, will be no less than	Establish a baseline	20	20
The number of eligible young people, who receive supported accommodation, will be no less than	Establish a baseline	40	40
The percentage of eligible young people, who do not opt out from receiving support from a transition support worker, will be no less than	Establish a baseline	45%	45%
The percentage of under eighteen year olds who previously had a Youth Justice family group conference, who had a subsequent Youth Justice family group conference, will be no more than	Establish a baseline	40%	40%
The percentage of young people held on remand, who are placed within their community, will be no less than	Establish a baseline	18%	18%
The number of young people, held in police custody for more than 24 hours will be less than	Establish a baseline	140	140

Reasons for Change in Appropriation

The appropriation increased by \$1.974 million to \$1,280.053 million for 2020/21 due to:

- \$55.031 million funding transferred from 2019/20 to 2020/21 due to delays in projects outside the Ministry's control and as a result of impact of COVID-19
- \$7.126 million funding received from COVID-19 Response and Recovery Fund for the emergency financial assistance for caregivers in response to COVID-19, to increase the base rate by \$25 per week
- \$3.176 million funding received from COVID-19 Response and Recovery Fund for the emergency financial assistance for caregivers in response to COVID-19: supporting stability and care initiative
- \$1.960 million funding received from COVID-19 Response and Recovery Fund for family violence COVID-19 response: services for children and youth experiencing violence
- \$1.902 million funding received to cover one year project activities, associated capital charge and depreciation for the financial management information system and payroll systems
- \$1.811 million funding for the reimbursement of costs from Vote Health to contribute towards cost of managing children and young people who are severely disabled
- \$881,000 revenue received from other government departments for staff secondments
- \$573,000 fiscally neutral transfer from Vote Social Development to realign funding from a review of shared services between the two Ministries
- \$543,000 for a contribution received from other departments for the strengthening our families community support services
- \$456,000 funding received from the proceeds of crime for the Hurihanga initiative
- \$61,000 contribution received from a third party for the mana tamariki pilot programme
- \$49,000 funding received from the COVID-19 response and recovery fund, for justice sector resourcing to fund additional resources needed to address the impacts of delays in court proceeding as a result of COVID-19 lockdowns.

The above is offset by:

- \$58.603 million funding transferred from 2020/21 to 2021/22 due to delays in projects outside the ministry control
- \$8 million transferred to Whānau Ora Commissioning Agency to develop a cross agency initiative to establish a whānau-centred early intervention prototype
- \$2.580 million transferred to fund the Ministerial Advisory Board and is included in the Non-Departmental appropriation "Independent Advice on Oranga Tamariki"
- \$2.412 million reduction in funding due to capital charge decreasing from 6% to 5%.