

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	2021/22		
	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.	10,015	233	10,248
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.	8,489	4,700	13,189
Total Departmental Output Expenses	18,504	4,933	23,437
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.	85,518	(15,793)	69,725
Total Departmental Capital Expenditure	85,518	(15,793)	69,725
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.	1,353,769	52,393	1,406,162
<i>Departmental Output Expenses</i>			
<i>Intensive Response</i> This category is limited to intensive response services for children and young people exhibiting needs which place them at risk of harm and/or requiring a statutory intervention.	23,566	(1,179)	22,387
<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.	9,793	200	9,993
<i>Prevention and Early Support</i> This category is limited to providing prevention, awareness and early support programmes and services to identify and support children, young people and their families at risk of poor life outcomes.	403,736	13,341	417,077
<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.	916,674	40,031	956,705
Total Multi-Category Expenses and Capital Expenditure	1,353,769	52,393	1,406,162
Total Annual Appropriations and Forecast Permanent Appropriations	1,461,791	41,533	1,503,324

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 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	300
	Actual to 2020/21 Year End	77
	Estimated Actual for 2021/22	223
	Estimate for 2022/23	-
	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 2020/21	-
	Adjustments for 2021/22	1,100
	Adjusted Appropriation	3,680
	Actual to 2020/21 Year End	810
	Estimated Actual for 2021/22	2,390
	Estimate for 2022/23	480
	Estimated Appropriation Remaining	-
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 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	24,000
	Actual to 2020/21 Year End	18,828
	Estimated Actual for 2021/22	5,172
	Estimate for 2022/23	-
	Estimated Appropriation Remaining	-

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

	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	1,461,791	41,533	1,503,324
Total Forecast MYA Departmental Output Expenses	75	148	223
Total Forecast MYA Non-Departmental Output Expenses	6,462	1,100	7,562
Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations	1,468,328	42,781	1,511,109

Capital Injection Authorisations

	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Oranga Tamariki - Ministry for Children - Capital Injection (M93) (A32)	72,806	4,875	77,681

Supporting Information

Part 1 - Vote as a Whole

1.2 - Trends in the Vote

Summary of Financial Activity

	2021/22				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	29,041	5,081	1,100	6,181	35,222
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	-	-	-	-	-
Capital Expenditure	85,518	(15,793)	-	(15,793)	69,725
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	1,353,769	52,393	-	52,393	1,406,162
<i>Other Expenses</i>	-	-	-	-	-
<i>Capital Expenditure</i>	-	N/A	-	-	-
Total Appropriations	1,468,328	41,681	1,100	42,781	1,511,109
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 \$233,000 to \$10.248 million for 2021/22 due to:

- \$230,000 funding converted from capital to operating to account for the change in accounting policy and treatment of customisation and configuration costs related to Software as a Service
- \$12,000 for funding from the COVID-19 Response and Recovery Fund due to costs incurred that cannot be met within existing baseline
- \$4,000 fiscally neutral transfer from Vote Social Development to realign funding driven by a review of shared services between the two Ministries, and
- \$3,000 funding transferred for capital charge due to the adjustment from the revaluation of land and buildings.

The above is offset by:

- \$16,000 for fiscally neutral transfer of funding to Independent Advice on Oranga Tamariki appropriation to cover costs for additional members to the Ministerial Advisory Board.

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 \$4.700 million to \$13.189 million for 2021/22 due to the transfer of funding from 2020/21 to 2021/22 due to the impacts COVID-19 lockdowns inquiry investigations and hearings were delayed and rescheduled.

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

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	15,100	-	15,100
Property, Plant and Equipment	30,500	-	30,500
Intangibles	39,918	(15,793)	24,125
Other	-	-	-
Total Appropriation	85,518	(15,793)	69,725

Reasons for Change in Appropriation

The appropriation decreased by \$15.793 million to \$69.725 million for 2021/22 due the derecognition of intangible assets (now classified as operating expense), from the change in accounting policy and treatment of customisation and configuration costs related to Software as a Service.

Capital Injections and Movements in Departmental Net Assets

Oranga Tamariki - Ministry for Children

Details of Net Asset Schedule	2021/22 Main Estimates Projections \$000	2021/22 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2021/22
Opening Balance	308,903	400,428	Supplementary Estimates opening balance reflects the audited results as at 30 June 2021.
Capital Injections	72,806	77,681	\$1.125 million for assets were originally designated for child welfare purposes, transferred over from Land Information New Zealand and a transfer of \$3.750 million from Vote Social Development for the Data Warehouse programme.
Capital Withdrawals	-	(12,532)	\$12.532 million to reflect the derecognition of intangible assets (now classified as operating expense) from the change in accounting policy and treatment of customisation and configuration costs related to Software as a Service.
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	(3,261)	\$3.261 million to reflect the derecognition of intangible assets related to prior year (now classified as operating expense) from the change in accounting policy and treatment of customisation and configuration costs related to Software as a Service.
Closing Balance	381,709	462,316	

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 2020/21	-
	Adjustments for 2021/22	1,100
	Adjusted Appropriation	3,680
	Actual to 2020/21 Year End	810
	Estimated Actual for 2021/22	2,390
	Estimate for 2022/23	480
Estimated Appropriation Remaining	-	

Reasons for Change in Appropriation

The appropriation increased by \$1.100 million to \$2.390 million for 2021/22 due to additional funding required to cover costs for additional member to the Ministerial Advisory Board. A fiscally neutral transfer from the Adoption Services appropriation and Investing in children and young people Multi-Category Appropriation.

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 Response

This category is limited to intensive response 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 Support

This category is limited to providing prevention, awareness and early support 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

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	1,353,769	52,393	1,406,162
Departmental Output Expenses			
Intensive Response	23,566	(1,179)	22,387
Policy Advice and Ministerial Services	9,793	200	9,993
Prevention and Early Support	403,736	13,341	417,077
Statutory Intervention and Transition	916,674	40,031	956,705
Funding for Departmental Output Expenses			
Revenue from the Crown	1,338,012	42,524	1,380,536
Intensive Response	21,539	778	22,317
Policy Advice and Ministerial Services	9,777	145	9,922
Prevention and Early Support	400,526	14,274	414,800
Statutory Intervention and Transition	906,170	27,327	933,497

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Revenue from Others	15,757	6,655	22,412
Intensive Response	2,027	(1,968)	59
Policy Advice and Ministerial Services	16	15	31
Prevention and Early Support	3,210	(1,818)	1,392
Statutory Intervention and Transition	10,504	10,426	20,930

Reasons for Change in Appropriation

The appropriation increased by \$52.393 million to \$1,406.162 million for 2021/22 due to:

- \$25.025 million for funding from the COVID-19 Response and Recovery Fund due to costs incurred that cannot be met within existing baseline
- \$15.563 million funding converted from capital to operating to account for the change accounting policy treatment of customisation and configuration costs related to Software as a Service
- \$11.722 million for the reimbursement of costs from Vote Health to contribute towards cost of managing children and young people who are severely disabled
- \$9.422 million for drawdown from the tagged contingency for supporting partners and enhancing the wellbeing of tamariki and whānau in greatest need
- \$4.574 million funding transferred for capital charge due to the adjustment from the revaluation of land and buildings
- \$2.151 million funding transferred from 2020/21 to 2021/22 due to delays in projects outside the Ministry's control
- \$2.123 million contributions received from government departments and third parties to contribute to cost of managing children and young people in care
- \$543,000 contribution was received from various departments for the community support service 'Strengthening Families', and
- \$507,000 funding was received for resettling Afghan evacuees: settlement support, COVID-19, and options to extend New Zealand's response.

The above is offset by:

- \$16.153 million fiscally neutral transfer to Vote Social Development to realign funding driven by a review of shared services between the two Ministries
- \$2 million fiscally neutral transfer to Vote Public Services for a research centre dedicated to improving the lives and wellbeing of tamariki, and
- \$1.084 million for fiscally neutral transfer of funding to Independent Advice on Oranga Tamariki appropriation to cover costs for additional members to the Ministerial Advisory Board.