

Vote Social Development

APPROPRIATION MINISTER(S): Minister for Disability Issues (M23), Minister of Health (M36), Minister of Housing (M37), Minister of Revenue (M57), Minister for Seniors (M61), Minister for Social Development and Employment (M63), Minister for Veterans (M75), Minister for Youth (M77)

DEPARTMENT ADMINISTERING THE VOTE: Ministry of Social Development (A25)

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

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			
Administration of Service Cards (M63) (A25) This appropriation is limited to assessing entitlement for and issuing the Community Services Card, SuperGold Card and Veteran SuperGold Card, and providing information about the Community Service Card.	5,740	1,199	6,939
Corporate Support Services (M63) (A25) This appropriation is limited to the provision of corporate support services to other agencies.	65,903	(42,235)	23,668
Data, Analytics and Evidence Services (M63) (A25) This appropriation is limited to providing data, analytics and evidence services to better inform government decision-making.	34,140	9,365	43,505
Enhancement and Promotion of SuperGold Cards (M61) (A25) This appropriation is limited to promoting, enhancing and delivering information about the SuperGold and Veteran SuperGold cards, and enlisting businesses to provide discounts to SuperGold cardholders.	1,700	-	1,700
Establishing a Ministry for Disabled People (M23) (A25) This appropriation is limited to establishing, and managing the transition to, a Ministry for Disabled People.	-	6,500	6,500
Establishment of Independent Monitor of the Oranga Tamariki System (M63) (A25) This appropriation is limited to establishing an independent monitor and assurance function to provide oversight of the Oranga Tamariki system.	-	700	700
Income Support and Assistance to Seniors (M63) (A25) This appropriation is limited to processing and administering New Zealand Superannuation payments, social security entitlements and international social security agreements to older persons, providing advice to older persons, and assessing financial entitlement to residential subsidies.	64,081	(10,848)	53,233
Independent Monitoring and Assurance of the Oranga Tamariki System (M63) (A25) This appropriation is limited to independent monitoring of compliance with, and delivery of, the Oranga Tamariki Act and related regulations and standards.	10,500	1,534	12,034
Investigating and Responding to Alleged Social Work Offending (M63) (A25) This appropriation is limited to services to investigate and respond to alleged offending under the Social Workers Registration Act 2003.	500	(200)	300
Investigation of Overpayments and Fraudulent Payments and Collection of Overpayments (M63) (A25) This appropriation is limited to services to minimise errors, fraud and abuse of the benefit system and Income Related Rent, and services to manage the collection of overpayments, recoverable assistance loans and other balances owed by former clients.	54,527	(5,200)	49,327
Management of Student Loans (M57) (A25) This appropriation is limited to assessing, administering, processing and reviewing entitlements for Student Loan payments and providing guidance to students making financial and study decisions.	20,387	4,500	24,887

	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Management of Student Support (M63) (A25) This appropriation is limited to managing non-recoverable financial support to students, involving assessing, administering and processing Student Allowance payments and other income support to eligible secondary and tertiary students.	20,509	4,500	25,009
Planning, Correspondence and Monitoring (M63) (A25) This appropriation is limited to providing planning, reporting and monitoring advice (other than policy decision-making advice) on Crown entities, statutory appointment advice on Crown entities and statutory tribunals, and correspondence services to support Ministers to discharge their portfolio responsibilities.	7,423	(1,700)	5,723
Policy Advice (M63) (A25) This appropriation is limited to providing advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision-making by Ministers on government social policy and related matters, including social sector issues.	15,008	8,355	23,363
Processing of Veterans' Pensions (M75) (A25) This appropriation is limited to the processing and administrative aspects of payment of Veterans' Pensions and related allowances.	684	50	734
Promoting Positive Outcomes for Disabled People (M23) (A25) 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 and external agencies on disability matters.	8,599	490	9,089
Promoting Positive Outcomes for Seniors (M61) (A25) This appropriation is limited to providing information and facilitation to protect the rights and interests of older people, to promote local community involvement in senior issues, and ministerial services.	1,792	500	2,292
Services to Support People to Access Accommodation (M37) (A25) This appropriation is limited to assessing and reviewing eligibility for housing needs and income related rent, and managing the public housing register, and supporting the holistic needs of people and their families receiving housing-related case management support.	67,355	1,995	69,350
Total Departmental Output Expenses	378,848	(20,495)	358,353
Departmental Capital Expenditure			
Ministry of Social Development - Capital Expenditure PLA (M63) (A25) 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.	141,126	18,646	159,772
Total Departmental Capital Expenditure	141,126	18,646	159,772
Non-Departmental Output Expenses			
Children's Commissioner (M63) (A25) This appropriation is limited to the provision of services from the Children's Commissioner including the discharge of the Commissioner's duties under the Children's Commissioner Act 2003, monitoring and reporting on services delivered under the Oranga Tamariki Act 1989, and the identification of aspects of law, policy and practice that might adversely affect children and the development and proposal of remedies.	3,157	1,200	4,357
Community Participation Services (M63) (A25) This appropriation is limited to the provision of services, resources, assistance and support to people so they can participate in and contribute to the wider community.	100,666	(2,000)	98,666
Housing Place-Based Approaches (M37) (A25) This appropriation is limited to the delivery of housing-related services and operational support of collective initiatives utilising a place-based approach.	-	992	992

Titles and Scopes of Appropriations by Appropriation Type	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Social Workers Registration Board (M63) (A25) This appropriation is limited to supporting the Social Workers Registration Board deliver mandatory registration and workforce planning for all social workers.	718	450	1,168
Student Placement Services (M63) (A25) This appropriation is limited to placement services for students for holiday and term employment.	3,512	-	3,512
Supporting Equitable Pay for Care and Support Workers (M63) (A25) This appropriation is limited to the additional costs of worker hours resulting from the Care and Support Workers (Pay Equity) Settlement Act 2017.	14,067	1,965	16,032
Total Non-Departmental Output Expenses	122,120	2,607	124,727
Benefits or Related Expenses			
Accommodation Assistance (M37) (A25) This appropriation is limited to payments for accommodation costs, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	2,497,515	(86,450)	2,411,065
Childcare Assistance (M63) (A25) This appropriation is limited to assistance for the costs of childcare that meets specific quality guidelines, where parents meet activity and income criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	162,872	(8,663)	154,209
Disability Assistance (M63) (A25) This appropriation is limited to the Disability Allowance for people with disability costs, the Child Disability Allowance to the caregivers of children with a serious disability, and the Special Disability Allowance for the purpose of defraying expenses from the hospitalisation of a spouse or partner, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018. The Special Disability Allowance may also be paid in accordance with criteria set out in the New Zealand Superannuation and Retirement Income Act 2001.	417,170	(2,150)	415,020
Family Start/NGO Awards (M63) (A25) This appropriation is limited to the payment of course fees for Family Start family/whanau and NGO workers pursuing social work qualifications, in accordance with Cabinet decisions.	100	-	100
Hardship Assistance (M63) (A25) This appropriation is limited to Civil Defence payments, Funeral Grants, 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 criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	590,943	(39,471)	551,472
Jobseeker Support and Emergency Benefit (M63) (A25) This appropriation is limited to means-tested income support for people who are eligible for Jobseeker Support or an Emergency Benefit, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	3,856,975	(450,657)	3,406,318
New Zealand Superannuation (M63) (A25) This appropriation is limited to 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.	17,691,076	122,946	17,814,022
NZ Beneficiaries Stranded Overseas (M63) (A25) This appropriation is limited to providing social welfare assistance to New Zealanders stranded overseas as a result of COVID-19, who were receiving benefit assistance or New Zealand Superannuation or Veteran's Pension, in accordance with criteria set out in the welfare programme established by the Minister for Social Development under section 101 of the Social Security Act 2018.	7,032	(5,786)	1,246

Titles and Scopes of Appropriations by Appropriation Type	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Orphan's/Unsupported Child's Benefit (M63) (A25) This appropriation is limited to the Orphan's/Unsupported Child's Benefit and additional assistance to provide income support for people charged with the responsibility for a child whose parents are dead or cannot be located, suffer a serious long-term disablement, or where there has been a breakdown in the child's family, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	332,479	(13,389)	319,090
Sole Parent Support (M63) (A25) This appropriation is limited to means-tested income support for people who are eligible for Sole Parent Support, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	1,719,888	(1,322)	1,718,566
Special Circumstance Assistance (M63) (A25) 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, or in delegated legislation made under, the Social Security Act 2018; and Civilian Amputees Assistance, paid in accordance with criteria set out in the Disabled Persons Community Welfare Act 1975.	10,767	434	11,201
Student Allowances (M63) (A25) This appropriation is limited to means-tested allowances for students on an approved study programme, paid in accordance with criteria set out in the Student Allowance Regulations 1998; and payment of Student Allowance Transfer Grants to students with dependants, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	656,374	(17,767)	638,607
Study Scholarships and Awards (M63) (A25) 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.	23,167	-	23,167
Supported Living Payment (M63) (A25) This appropriation is limited to means-tested income support for people who are eligible for the Supported Living Payment, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	2,060,647	6,741	2,067,388
Training Incentive Allowance (M63) (A25) This appropriation is limited to the Training Incentive Allowance, paid in accordance with delegated legislation made under the Social Security Act 2018.	34,848	(21,440)	13,408
Transitional Assistance (M63) (A25) This appropriation is limited to supplementary financial assistance to people who are adversely affected by changes in policy or legislation, so they will not be financially worse off at the point of change, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	500	(225)	275
Veterans' Pension (M75) (A25) This appropriation is limited to the provision of the Veterans' Pension, and lump sum payments upon the death of a qualifying veteran or a veteran's qualifying spouse or partner, to eligible veterans and their spouses, partners and dependent children, as set out in the Veterans' Support Act 2014 and delegated legislation made under that Act.	133,583	2,270	135,853
Winter Energy Payment (M63) (A25) This appropriation is limited to the Winter Energy Payment, paid to eligible people in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	530,242	1,335	531,577

	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Work Assistance (M63) (A25) This appropriation is limited to payments to beneficiaries, low income earners, students and ex beneficiaries to assist them to obtain and maintain employment, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	3,167	1,134	4,301
Youth Payment and Young Parent Payment (M63) (A25) This appropriation is limited to income support and incentive payments for people who are eligible for the Youth Payment or Young Parent Payment, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	64,136	(3)	64,133
Total Benefits or Related Expenses	30,793,481	(512,463)	30,281,018
Non-Departmental Other Expenses			
Business Support Subsidy Covid-19 (M63) (A25) This appropriation is limited to supporting employers to manage the impact of COVID-19 in line with criteria established by Cabinet.	500,000	4,370,000	4,870,000
COVID-19 Apprentice Support (M63) (A25) This appropriation is limited to supporting employers of existing and incoming apprentices through the COVID-19 Apprenticeship Boost Initiative in accordance with criteria established by Cabinet.	223,196	56,324	279,520
COVID-19 Leave Support Scheme (M63) (A25) This appropriation is limited to supporting workers through the COVID-19 Leave Support Scheme, approved by Cabinet, in response to the COVID-19 virus, with criteria established by Cabinet.	40,000	620,795	660,795
Debt Write-downs (M63) (A25) This appropriation is limited to the provision for write-downs of Crown debt administered by the Ministry of Social Development due to debt write offs or debt provisions resulting from the need to value debt in accordance with generally accepted accounting practice.	94,291	4,590	98,881
Emergency Housing Support Package (M37) (A25) This appropriation is limited to the provision of products and services to help families with children who are living in emergency housing accommodation and who have received, and remain eligible to receive Emergency Housing Special Needs Grants, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	3,000	-	3,000
Extraordinary Care Fund (M63) (A25) This appropriation is limited to providing financial assistance to carers receiving the Orphan's Benefit or Unsupported Child's Benefit to assist with costs for children in their care who are either experiencing difficulties that significantly impact on their development, or who are showing promise.	2,308	-	2,308
Housing Hub capital costs Place-Based Approach (M37) (A25) This appropriation is limited to the capital costs for the delivery of a Housing Hub in support of collective initiatives utilising a place-based approach.	-	410	410
Out of School Care and Recreation Programmes (M63) (A25) This appropriation is limited to the provision of assistance to Out of School Care and Recreation programmes approved in accordance with regulations made under the Social Security Act 2018, to assist with the establishment and/or operating costs of OSCAR programmes.	24,189	-	24,189
Reimbursement of Income Related Rent Overpayments (M37) (A25) This appropriation is limited to reimbursing overpayments resulting from the reassessment of the Income Related Rent.	3,202	543	3,745
Retrospective Residential Care Subsidy Payments (M36) (A25) This appropriation is limited to paying Residential Care Subsidy to those impacted by the revised financial means assessment required as a result of a Court of Appeal decision and in accordance with the criteria established by Cabinet.	15,000	5,000	20,000
Total Non-Departmental Other Expenses	905,186	5,057,662	5,962,848

Titles and Scopes of Appropriations by Appropriation Type	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Non-Departmental Capital Expenditure			
New Zealand Artificial Limb Service Capital Injection (M63) (A25) This appropriation is limited to capital injections to the New Zealand Artificial Limb Service for their capital programme.	5,000	-	5,000
Recoverable Assistance (M63) (A25) 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, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.	441,260	(78,990)	362,270
Student Loans (M57) (A25) This appropriation is limited to loans to tertiary students undertaking studies at approved tertiary institutions in accordance with Cabinet decisions.	1,673,953	(130,360)	1,543,593
Total Non-Departmental Capital Expenditure	2,120,213	(209,350)	1,910,863
Multi-Category Expenses and Capital Expenditure			
Community Support Services MCA (M63) (A25) The single overarching purpose of this appropriation is to prevent and reduce vulnerability and harm for individuals, families and communities.	312,412	310,755	623,167
<i>Departmental Output Expenses</i>			
<i>Developing and Managing Community Services</i> This category is limited to approving, monitoring, contracting and managing the relationships with community-based service providers; engaging with communities and developing services.	33,307	(520)	32,787
<i>Non-Departmental Output Expenses</i>			
<i>Community Support and Advice</i> This category is limited to services that build financial capability, develop community and provider capability and provide targeted advice and support for vulnerable individuals and families.	80,198	105,761	185,959
<i>Expansion of Kāinga Whānau Ora pilot</i> This category is limited to the expansion and continuation of the Kāinga Whānau Ora pilot.	2,250	-	2,250
<i>Improving Children's Participation in Education</i> This category is limited to programmes and services that enable children to better engage and participate in education.	1,616	-	1,616
<i>Participation and Support Services for Seniors</i> This category is limited to services that address isolation, abuse and neglect of older people, and support participation in communities.	7,395	-	7,395
<i>Place-Based Approaches</i> This category is limited to the delivery of services and operational support of collective initiatives following a place-based approach.	6,414	-	6,414
<i>Supporting Victims and Perpetrators of Family and Sexual Violence</i> This category is limited to services that support victims of family and sexual violence and address perpetrator behaviour.	148,832	1,163	149,995
<i>Non-Departmental Other Expenses</i>			
<i>Community Response to Adverse or Emergency Events</i> This category is limited to financial support for communities that have been impacted by an adverse or emergency event.	32,400	204,351	236,751

	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Housing Support Assistances MCA (M37) (A25)	7,963	6,000	13,963
The single overarching purpose of this appropriation is to support people to access or retain housing.			
Non-Departmental Output Expenses			
<i>Provision to better prepare people to access and sustain private rentals</i>	763	-	763
This category is limited to the provision of programmes to help prepare people to obtain and sustain private rental accommodation.			
Non-Departmental Other Expenses			
<i>Non-Recoverable Housing Support Assistances</i>	6,200	3,225	9,425
This category is limited to non-recoverable Housing Support Assistances, which help people access and/or retain housing tenancies, paid in accordance with criteria set out in delegated legislation made under the Social Security Act 2018.			
Non-Departmental Capital Expenditure			
<i>Recoverable Housing Support Assistances</i>	1,000	2,775	3,775
This category is limited to recoverable Housing Support Assistances, which help people access and/or retain housing tenancies, paid in accordance with criteria set out in delegated legislation made under the Social Security Act 2018.			
Improved Employment and Social Outcomes Support MCA (M63) (A25)	1,240,543	207,095	1,447,638
The single overarching purpose of this appropriation is to operate the benefit system and associated interventions in such a way as to improve client outcomes (employment and social) by moving them closer to independence, with a focus on those at risk of long term benefit receipt.			
Departmental Output Expenses			
<i>Administering Income Support</i>	475,784	63,217	539,001
This category is limited to assessing, paying, reviewing entitlements and collecting balances owed by clients for income support, supplementary assistance, grants and allowances, and administering international social security agreements relating to disabled people, sole parents, and widows and widowers.			
<i>Improving Employment Outcomes</i>	510,162	97,990	608,152
This category is limited to providing assistance, services and other interventions, including associated administrative expenses, either in accordance with delegated legislation made under the Social Security Act 2018, or as approved by Cabinet or the appropriation Minister, or consistent with strategic direction set by Cabinet or the appropriation Minister, to eligible people to help them move into and retain employment.			
<i>Improving Work Readiness Outcomes</i>	123,237	(10,263)	112,974
This category is limited to providing assistance, services and other interventions, including associated administrative expenses, either in accordance with delegated legislation made under the Social Security Act 2018, or as approved by Cabinet or the appropriation Minister, or consistent with strategic direction set by Cabinet or the appropriation Minister, to eligible people to address barriers to employment to help them become work ready.			
<i>Jobs and Skills Hubs</i>	-	4,250	4,250
This category is limited to expenses incurred in establishing, operating and administering jobs and skills hubs to work with employers to facilitate job brokerage and training.			

Titles and Scopes of Appropriations by Appropriation Type	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Non-Departmental Output Expenses			
<i>He Poutama Rangatahi</i> This category is limited to supporting training and employment programmes for young people not in education, employment or training and at risk of poor labour market outcomes in the long-term.	-	43,802	43,802
<i>Māori Trades and Training Programmes</i> This category is limited to expenses incurred on programmes that support Māori through Trades and Training.	-	12,021	12,021
Non-Departmental Other Expenses			
<i>Flexi-Wage Employment Assistance</i> This category is limited to providing Flexi-Wage employment assistance, for eligible people to help them move into and retain sustainable employment, in accordance with criteria set out by Cabinet or approved by the Minister or in delegated legislation made under the Social Security Act 2018.	131,360	(3,922)	127,438
Partnering for Youth Development MCA (M77) (A25) The single overarching purpose of this appropriation is to improve outcomes for young people through youth development.	12,563	6,148	18,711
Departmental Output Expenses			
<i>Administering Youth Development</i> This category is limited to developing, promoting and funding a positive youth development approach in partnership with businesses, iwi and the philanthropic and youth sectors.	4,001	1,311	5,312
Non-Departmental Output Expenses			
<i>Delivering Youth Development</i> This category is limited to purchasing youth development outcomes.	8,562	4,837	13,399
Total Multi-Category Expenses and Capital Expenditure	1,573,481	529,998	2,103,479
Total Annual Appropriations and Forecast Permanent Appropriations	36,034,455	4,866,605	40,901,060

Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Departmental Output Expenses		
Historic Claims (M63) (A25) This appropriation is limited to resolving claims of people over the age of 18 who report experiencing abuse or neglect while in the care, custody, guardianship, or came to the notice, of the state (but are not currently under the sole guardianship of the state), including assisting and responding to reviews and inquiries of the historic child welfare system and the redress and rehabilitation process.	Original Appropriation	93,750
	Adjustments to 2020/21	(75,946)
	Adjustments for 2021/22	-
	Adjusted Appropriation	17,804
	Actual to 2020/21 Year End	17,804
Commences: 01 July 2019	Estimated Actual for 2021/22	-
Expires: 30 June 2024	Estimate for 2022/23	-
	Estimated Appropriation Remaining	-

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Historic Claims Resolution (M63) (A25) This appropriation is limited to resolving claims of people who report experiencing abuse or neglect prior to 1 April 2017 while in the care, custody, guardianship, or came to the notice, of the state (but are not currently under the sole guardianship of the state), including assisting and responding to reviews and inquiries of the historic child welfare system and the redress and rehabilitation process. Commences: 01 July 2020 Expires: 30 June 2024	Original Appropriation	76,439
	Adjustments to 2020/21	10,959
	Adjustments for 2021/22	-
	Adjusted Appropriation	87,398
	Actual to 2020/21 Year End	19,129
	Estimated Actual for 2021/22	24,746
	Estimate for 2022/23	43,523
	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	36,034,455	4,866,605	40,901,060
Total Forecast MYA Departmental Output Expenses	29,746	(5,000)	24,746
Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations	36,064,201	4,861,605	40,925,806

Capital Injection Authorisations

	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Ministry of Social Development - Capital Injection (M63) (A25)	53,284	70,616	123,900

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	530,714	(25,495)	2,607	(22,888)	507,826
Benefits or Related Expenses	30,793,481	N/A	(512,463)	(512,463)	30,281,018
Borrowing Expenses	-	-	-	-	-
Other Expenses	905,186	-	5,057,662	5,057,662	5,962,848
Capital Expenditure	2,261,339	18,646	(209,350)	(190,704)	2,070,635
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	1,402,521	155,985	167,584	323,569	1,726,090
<i>Other Expenses</i>	169,960	-	203,654	203,654	373,614
<i>Capital Expenditure</i>	1,000	N/A	2,775	2,775	3,775
Total Appropriations	36,064,201	149,136	4,712,469	4,861,605	40,925,806
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	31,414	N/A	1,156	1,156	32,570
Capital Receipts	867,923	N/A	37,646	37,646	905,569
Total Crown Revenue and Capital Receipts	899,337	N/A	38,802	38,802	938,139

1.4 - Reconciliation of Changes in Appropriation Structure

Enabling the transfer of three MBIE Skills and Employment Initiatives to MSD from 1 July 2021.

Estimates	2021/22 (Estimates) \$000	Supplementary Estimates (Changes during the year)	Amount Moved \$000	New Structure	2021/22 (Restated) \$000
Vote Labour Market					
Departmental Output Expenses					
Employment - Employment Sector Analysis and Facilitation	9,798	Transferred to Vote Social Development: Improved Employment and Social Outcomes Support MCA	(6,250)		3,048
		Transferred to Vote Social Development: Data, Analytics and Evidence Services	(500)		
Employment - Administration of the He Poutama Rangatahi	1,500	Transferred to Vote Social Development: Improved Employment and Social Outcomes Support MCA	(1,500)		-
Non-Departmental Other Expenses					
Employment - He Poutama Rangatahi	33,000	Transferred to Vote Social Development: Improved Employment and Social Outcomes Support MCA	(33,000)		-
Multi-Category Expenses and Capital Expenditure					
Employment - Māori Trades and Training Fund MCA					
Departmental Output Expenses					
Employment - Administration of the Māori Trades and Training Fund	660	Transferred to Vote Social Development: Improved Employment and Social Outcomes Support MCA	(660)		-
Non-Departmental Output Expenses					
Employment - Māori Trades and Training Programmes	19,340	Transferred to Vote Social Development: Improved Employment and Social Outcomes Support MCA	(19,340)		-
				Vote Social Development	
				Departmental Output Expenses	
		Transferred from Vote Labour Market: Employment - Employment Sector Analysis and Facilitation	500	Data, Analytics and Evidence Services	500
				Multi-Category Expenses and Capital Expenditure	
				Improved Employment and Social Outcomes Support MCA	

Estimates	2021/22 (Estimates) \$000	Supplementary Estimates (Changes during the year)	Amount Moved \$000	New Structure	2021/22 (Restated) \$000
				Departmental Output Expenses	
		Transferred from Vote Labour Market: Employment - Māori Trades and Training Fund MCA	660	Improving Employment Outcomes	660
		Transferred from Vote Labour Market: Employment - Administration of the He Poutama Rangatahi	1,500	Improving Work Readiness Outcomes	1,500
		Transferred from Vote Labour Market: Employment - Employment Sector Analysis and Facilitation	6,250	Jobs and Skills Hubs	6,250
				Non-Departmental Output Expenses	
		Transferred from Vote Labour Market: Employment - He Poutama Rangatahi	33,000	He Poutama Rangatahi	33,000
		Transferred from Vote Labour Market: Employment - Māori Trades and Training Fund MCA	19,340	Māori Trades and Training Programmes	19,340
Total changes in appropriations	64,298		-		64,298

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

Part 2 - Details of Departmental Appropriations

2.1 - Departmental Output Expenses

Administration of Service Cards (M63) (A25)

Scope of Appropriation

This appropriation is limited to assessing entitlement for and issuing the Community Services Card, SuperGold Card and Veteran SuperGold Card, and providing information about the Community Service Card.

Reasons for Change in Appropriation

This appropriation increased by \$1.199 million to \$6.939 million in 2021/22. This increase relates to:

- \$1 million increase due to a fiscally neutral adjustment from other departmental appropriations to reflect changes in cost drivers during 2021/22, and
- \$760,000 increase to provide for the MSD's share of set-up costs for the Community Connect pilot.

This is offset by \$561,000 to provide operating funding for MSD's share of set-up costs for the Community Connect pilot.

Corporate Support Services (M63) (A25)

Scope of Appropriation

This appropriation is limited to the provision of corporate support services to other agencies.

Expenses and Revenue

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	65,903	(42,235)	23,668
Revenue from the Crown	-	-	-
Revenue from Others	65,903	(42,235)	23,668

Reasons for Change in Appropriation

This appropriation decreased by \$42.235 million to \$23.668 million for 2021/22. This decrease relates to a reduction in specified corporate services provided by MSD to Oranga Tamariki (\$42.638 million).

This is partially offset by \$403,000 to allow for an increase in the cost of providing Social Services Accreditation Services to other government departments.

Data, Analytics and Evidence Services (M63) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation increased by \$9.365 million to \$43.505 million for 2021/22. This increase relates to:

- \$5 million increase due to a fiscally neutral adjustment from the Improved Employment and Social Outcomes MCA to support increased costs in providing data, analytics and evidence services
- \$2.865 million increase due to expense transfers from 2020/21 to 2021/22 for research and analytics work
- \$1 million increase to undertake an evaluation of the Wage Subsidy schemes, and
- \$500,000 increase for the evaluation of He Poutama Rangatahi, Māori Trades and Training Programme, and Jobs and Skills Hubs employment initiatives, transferred from Vote Labour Market from 1 July 2021.

Establishing a Ministry for Disabled People (M23) (A25)

Scope of Appropriation

This appropriation is limited to establishing, and managing the transition to, a Ministry for Disabled People.

Expenses and Revenue

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	6,500	6,500
Revenue from the Crown	-	6,500	6,500
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the establishment of a Ministry for Disabled People to provide leadership, stewardship and co-ordination of the cross-government disability system.

How Performance will be Assessed and End of Year Reporting Requirements

	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
The establishment unit will be created and its associated governance groups fully operational no later than 28 February 2022	-	Achieved	Achieved
The Ministry for Disabled People will have completed all staff transfers into the organisation by 30 June 2022	-	Achieved	Achieved
The Ministry for Disabled People will have budgets, appropriation structures, and financial processes established and in place (including the bank accounts, financial information systems, charts of accounts, general ledger, delegations and authorities in place) by 30 June 2022	-	Achieved	Achieved

End of Year Performance Reporting

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

Reasons for Change in Appropriation

This is a new appropriation for 2021/22 with funding of \$6.500 million. This relates to:

- \$5 million to set up a dedicated transition team within the Ministry of Social Development to support the establishment of the new Ministry for Disabled People, and
- \$1.500 million to provide for changes in the accounting treatment for implementation costs associated with a Software as a Service arrangement (SaaS).

Establishment of Independent Monitor of the Oranga Tamariki System (M63) (A25)

Scope of Appropriation

This appropriation is limited to establishing an independent monitor and assurance function to provide oversight of the Oranga Tamariki system.

Expenses and Revenue

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	700	700
Revenue from the Crown	-	700	700
Revenue from Others	-	-	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the establishment of a strengthened independent monitoring and assurance function to support objective assessment of the quality and extent of compliance with, and delivery of, the Oranga Tamariki Act and related regulations and standards.

How Performance will be Assessed and End of Year Reporting Requirements

	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Report provided to the Minister for Social Development and Employment and other key ministers, including the Minister of Finance on progress with establishing the new department agency and associated implications by 31 December 2021.	-	Achieved	Achieved
Report provided to the Minister for Social Development and Employment and other key ministers, including the Minister of Finance on progress with establishing the Independent Monitor of the Oranga Tamariki system by 30 June 2022.	-	Achieved	Achieved

End of Year Performance Reporting

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

Reasons for Change in Appropriation

This is a new appropriation for 2021/22 with funding of \$700,000. This relates to an expense transfer from 2020/21 to 2021/22 to provide for changing timeframes with the establishment of an independent monitoring function for Oranga Tamariki.

Income Support and Assistance to Seniors (M63) (A25)

Scope of Appropriation

This appropriation is limited to processing and administering New Zealand Superannuation payments, social security entitlements and international social security agreements to older persons, providing advice to older persons, and assessing financial entitlement to residential subsidies.

Reasons for Change in Appropriation

This appropriation decreased by \$10.848 million to \$53.233 million for 2021/22. This decrease relates to:

- \$8.300 million decrease due to a fiscally neutral adjustment to other departmental appropriations to reflect changes in cost drivers during 2021/22, and
- \$2.548 million decrease due to a two year delay with the start of the phased increase to the residency requirements for NZ Superannuation and Veteran's Pension.

Independent Monitoring and Assurance of the Oranga Tamariki System (M63) (A25)

Scope of Appropriation

This appropriation is limited to independent monitoring of compliance with, and delivery of, the Oranga Tamariki Act and related regulations and standards.

Reasons for Change in Appropriation

This appropriation increased by \$1.534 million to \$12.034 million for 2021/22. This increase relates to a capital to operating swap during the year to provide for the costs of establishing the monitoring function as an independent departmental agency.

Investigating and Responding to Alleged Social Work Offending (M63) (A25)

Scope of Appropriation

This appropriation is limited to services to investigate and respond to alleged offending under the Social Workers Registration Act 2003.

Reasons for Change in Appropriation

This appropriation decreased by \$200,000 to \$300,000 for 2021/22. This decrease relates to an expense transfer from 2021/22 to 2022/23 to provide funding for the continuation of this service into the next financial year. The work in the current year was disrupted by the Ministry's COVID-19 response work.

Investigation of Overpayments and Fraudulent Payments and Collection of Overpayments (M63) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation decreased by \$5.200 million to \$49.327 million for 2021/22. This decrease relates to a fiscally neutral adjustment to other departmental appropriations to reflect changes in cost drivers during 2021/22.

Management of Student Loans (M57) (A25)

Scope of Appropriation

This appropriation is limited to assessing, administering, processing and reviewing entitlements for Student Loan payments and providing guidance to students making financial and study decisions.

Reasons for Change in Appropriation

This appropriation increased by \$4.500 million to \$24.887 million for 2021/22. This increase relates to a fiscally neutral adjustment from other departmental appropriations to reflect changes in cost drivers during 2021/22.

Management of Student Support (M63) (A25)

Scope of Appropriation

This appropriation is limited to managing non-recoverable financial support to students, involving assessing, administering and processing Student Allowance payments and other income support to eligible secondary and tertiary students.

Reasons for Change in Appropriation

This appropriation increased by \$4.500 million to \$25.009 million for 2021/22. This increase relates to a fiscally neutral adjustment from other departmental appropriations to reflect changes in cost drivers during 2021/22.

Planning, Correspondence and Monitoring (M63) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation decreased by \$1.700 million to \$5.723 million for 2021/22. This decrease relates to:

- \$1.200 million decrease due to a fiscally neutral adjustment to the Non-Departmental Output Expense, Children's Commissioner, to support the development and implementation of a transition plan to fully establish a new Independent Children's Monitor, and
- \$500,000 decrease due to a fiscally neutral adjustment to other departmental appropriations to reflect changes in cost drivers during 2021/22.

Policy Advice (M63) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation increased by \$8.355 million to \$23.363 million for 2021/22. This increase relates to:

- \$6.800 million increase due to a fiscally neutral adjustment from the Improved Employment and Social Outcomes MCA to support the delivery of the agreed policy work programme in the current year only
- \$1.055 million increase due to an expense transfer from 2020/21 to 2021/22 for staff resourcing purposes, and
- \$500,000 increase due to a fiscally neutral adjustment from other departmental appropriations to reflect changes in cost drivers during 2021/22.

Processing of Veterans' Pensions (M75) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation increased by \$50,000 to \$734,000 for 2021/22. This increase relates to a fiscally neutral adjustment from other departmental appropriations to reflect changes in cost drivers during 2021/22.

Promoting Positive Outcomes for Disabled People (M23) (A25)

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 and external agencies on disability matters.

Expenses and Revenue

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	8,599	490	9,089
Revenue from the Crown	6,999	(10)	6,989
Revenue from Others	1,600	500	2,100

Reasons for Change in Appropriation

This appropriation increased by \$490,000 to \$9.089 million for 2021/22. This increase relates to:

- \$500,000 increase to reflect additional funding from the Ministry of Health to MSD for the operational costs of Enabling Good Lives Waikato
- \$290,000 increase due to an expense transfer from 2020/21 to 2021/22 for work on initiatives for promoting positive outcomes for disabled people, and
- \$200,000 increase due to an expense transfer from 2020/21 to 2021/22 to progress work on a wage supplement to replace the minimum wage exemption permits for disabled people.

The above is offset by a \$500,000 fiscally neutral adjustment to other departmental appropriations to reflect changes in cost drivers during 2021/22.

Promoting Positive Outcomes for Seniors (M61) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation increased by \$500,000 to \$2.292 million for 2021/22. This increase relates to a fiscally neutral adjustment from other departmental appropriations to reflect changes in cost drivers during 2021/22.

Services to Support People to Access Accommodation (M37) (A25)

Scope of Appropriation

This appropriation is limited to assessing and reviewing eligibility for housing needs and income related rent, and managing the public housing register, and supporting the holistic needs of people and their families receiving housing-related case management support.

Reasons for Change in Appropriation

This appropriation increased by \$1.995 million to \$69.350 million for 2021/22. This increase relates to a \$5.250 million increase to improve the provision of emergency housing in Rotorua.

The above is offset by:

- \$3 million decrease due to a fiscally neutral adjustment to other departmental appropriations to reflect changes in cost drivers during 2021/22, and
- \$255,000 decrease due to a fiscally neutral adjustment to provide for both the operating and capital costs associated with the Rotorua housing hub initiative.

2.3 - Departmental Capital Expenditure and Capital Injections

Ministry of Social Development - Capital Expenditure PLA (M63) (A25)

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

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	12,048	56,012	68,060
Intangibles	129,078	(37,366)	91,712
Other	-	-	-
Total Appropriation	141,126	18,646	159,772

Reasons for Change in Appropriation

This appropriation increased by \$18.646 million to \$159.772 million for 2021/22. This increase relates to a revised annual capital programme of work on replacing and upgrading existing assets, including property security fit-out and to build and maintain resilience of MSD critical systems. There was a reduction in intangibles due to a change in the accounting treatment for certain implementation costs associated with Software as a Service arrangements, that had previously been classified as capital expenditure.

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

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	365,695	313,871	Supplementary Estimates opening balance reflects the audited results as at 30 June 2021.
Capital Injections	53,284	123,900	Completing interior security fit-out programme for the safety of clients and staff (\$36.968 million), Reducing risk in critical systems and implementing legislative change (\$29.942 million), Passing on Child Support payments to Sole Parent beneficiaries (\$1.764 million), State Sector decarbonisation (\$1.149 million), Funding arrangements for the Community Connect Pilot (\$561,000) and Enabling the transfer of three MBIE Skills and Employment initiatives to MSD - transfer from Vote Labour Market (\$232,000).
Capital Withdrawals	-	(37,351)	Accounting for Software as a Service (SaaS) (\$30.826 million), Reducing risk in critical systems and implementing legislative change - transfer to Vote Oranga Tamariki (\$3.750 million), Independent Children's Monitor (ICM) - capital to operating swap (\$2.645 million), enabling the transfer of three MBIE Skills and Employment initiatives to MSD - transfer to Vote Labour Market (\$130,000).
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	(50,342)	Retrospective SaaS adjustment.
Closing Balance	418,979	350,078	

Part 3 - Details of Non-Departmental Appropriations

3.1 - Non-Departmental Output Expenses

Children's Commissioner (M63) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation increased by \$1.200 million to \$4.357 million for 2021/22. This increase relates to a fiscally neutral adjustment from the Departmental Output Expense, Planning, Correspondence and Monitoring to support the Children's Commissioner to develop and implement a transition plan to fully establish a new Independent Children's Monitor.

Community Participation Services (M63) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation decreased by \$2 million to \$98.666 million for 2021/22. This decrease relates to an expense transfer from 2021/22 to 2022/23 for the Employment Service in Schools Pilot, to align the funding so that this initiative will cover two full school year terms.

Housing Place-Based Approaches (M37) (A25)

Scope of Appropriation

This appropriation is limited to the delivery of housing-related services and operational support of collective initiatives utilising a place-based approach.

Expenses

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	992	992

What is Intended to be Achieved with this Appropriation

This appropriation is intended to support the planning, delivery and evaluation of collective emergency housing pilot projects utilising place-based approaches, with a view to improving the wellbeing and housing outcomes of clients.

How Performance will be Assessed and End of Year Reporting Requirements

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

Reasons for Change in Appropriation

This is a new appropriation for 2021/22 with funding of \$992,000. This relates to:

- \$917,000 for improving the provision of emergency housing in Rotorua, and
- \$75,000 due a fiscally neutral adjustment from the Departmental Output Expense, Services to Support People to Access Accommodation to reflect increased operating costs associated with the Rotorua housing hub initiative.

Social Workers Registration Board (M63) (A25)*Scope of Appropriation*

This appropriation is limited to supporting the Social Workers Registration Board deliver mandatory registration and workforce planning for all social workers.

Reasons for Change in Appropriation

This appropriation increased by \$450,000 to \$1.168 million for 2021/22. This increase relates to a fiscally neutral adjustment from the Improved Employment Outcomes MCA to address a short-term funding need as a result of social worker registration becoming mandatory from February 2021.

Supporting Equitable Pay for Care and Support Workers (M63) (A25)*Scope of Appropriation*

This appropriation is limited to the additional costs of worker hours resulting from the Care and Support Workers (Pay Equity) Settlement Act 2017.

Reasons for Change in Appropriation

This appropriation increased by \$1.965 million to \$16.032 million for 2021/22. This increase relates to increasing funding to support the Labour Cost Index adjustment from 1 July 2021 for support worker wages.

3.2 - Non-Departmental Benefits or Related Expenses

Accommodation Assistance (M37) (A25)

Scope of Appropriation

This appropriation is limited to payments for accommodation costs, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$86.450 million to \$2,411.065 million for 2021/22 due to:

- \$144.773 million for a lower number of people than previously forecast, and
- \$15.295 million for policy adjustments including improving the provision of emergency housing in Rotorua.

Partly offsetting the above factors are:

- \$58.100 million for the supplementary estimates add-on to reduce the likelihood of an overspend, and
- \$15.518 million for a higher average payment per person than previously forecast.

Childcare Assistance (M63) (A25)

Scope of Appropriation

This appropriation is limited to assistance for the costs of childcare that meets specific quality guidelines, where parents meet activity and income criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$8.663 million to \$154.209 million for 2021/22 due to:

- \$24.358 million for a lower number of children than previously forecast, and
- \$4.077 million for a lower average payment per child than previously forecast.

Partly offsetting the above factors are:

- \$18.600 million for the supplementary estimates add-on to reduce the likelihood of an overspend, and
- \$1.172 million for higher-than-expected inflation adjustments than previously forecast.

Disability Assistance (M63) (A25)

Scope of Appropriation

This appropriation is limited to the Disability Allowance for people with disability costs, the Child Disability Allowance to the caregivers of children with a serious disability, and the Special Disability Allowance for the purpose of defraying expenses from the hospitalisation of a spouse or partner, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018. The Special Disability Allowance may also be paid in accordance with criteria set out in the New Zealand Superannuation and Retirement Income Act 2001.

Reasons for Change in Appropriation

This appropriation decreased by \$2.150 million to \$415.020 million for 2021/22 due to:

- \$14.134 million for a lower number of people than previously forecast.

Partly offsetting the above factor are:

- \$6.792 million for a higher average payment per person than previously forecast
- \$4 million for the supplementary estimates add-on to reduce the likelihood of an overspend, and
- \$1.192 million for higher-than-expected inflation adjustments than previously forecast.

Hardship Assistance (M63) (A25)

Scope of Appropriation

This appropriation is limited to Civil Defence payments, Funeral Grants, 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 criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$39.471 million to \$551.472 million for 2021/22 due to:

- \$56.931 million for fewer Special Needs Grants than previously forecast
- \$48.469 million for a lower number of people than previously forecast, and
- \$1.303 million for lower other payments than previously forecast.

Partly offsetting the above factors are:

- \$44 million for the supplementary estimates add-on to reduce the likelihood of an overspend
- \$11.804 million for a higher average payment per person than previously forecast
- \$11.343 million for policy adjustments, including housing support products, increasing support for dental treatment and increased income limits for hardship support, and
- \$85,000 for higher-than-expected inflation adjustments.

Jobseeker Support and Emergency Benefit (M63) (A25)

Scope of Appropriation

This appropriation is limited to means-tested income support for people who are eligible for Jobseeker Support or an Emergency Benefit, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$450.657 million to \$3,406.318 million for 2021/22 due to:

- \$518.850 million for a lower number of people than previously forecast
- \$34.689 million for a lower average payment per person (before wage growth adjustments) than previously forecast
- \$20,000 for higher-than-expected overseas pension recoveries than previously forecast, and
- \$14,000 for other technical changes.

Partly offsetting the above factors are:

- \$60.500 million for the supplementary estimates add-on to reduce the likelihood of an overspend
- \$41.336 million for lower-than-expected debt establishments than previously forecast, and
- \$1.080 million for higher-than-expected wage growth adjustments than previously forecast.

New Zealand Superannuation (M63) (A25)

Scope of Appropriation

This appropriation is limited to 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.

Reasons for Change in Appropriation

This appropriation increased by \$122.946 million to \$17,814.022 million for 2021/22 due to:

- \$81.878 million for higher-than-expected wage and inflation adjustments than previously forecast
- \$58.428 million for a higher average payment per person (before inflation and wage adjustments) than previously forecast, and
- \$38.600 million for the supplementary estimates add-on to reduce the likelihood of an overspend.

Partly offsetting the above factors are:

- \$45.229 million for a lower number of people than previously forecast
- \$10.227 million for higher-than-expected debt establishments than previously forecast, and
- \$504,000 for higher-than-expected overseas pension recoveries than previously forecast.

NZ Beneficiaries Stranded Overseas (M63) (A25)

Scope of Appropriation

This appropriation is limited to providing social welfare assistance to New Zealanders stranded overseas as a result of COVID-19, who were receiving benefit assistance or New Zealand Superannuation or Veteran's Pension, in accordance with criteria set out in the welfare programme established by the Minister for Social Development under section 101 of the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$5.786 million to \$1.246 million for 2021/22 due to a lower number of people than previously forecast.

Orphan's/Unsupported Child's Benefit (M63) (A25)

Scope of Appropriation

This appropriation is limited to the Orphan's/Unsupported Child's Benefit and additional assistance to provide income support for people charged with the responsibility for a child whose parents are dead or cannot be located, suffer a serious long-term disablement, or where there has been a breakdown in the child's family, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$13.389 million to \$319.090 million for 2021/22 due to:

- \$24.334 million for a lower number of children than previously forecast, and
- \$97,000 for lower other payments than previously forecast.

Partly offsetting the above factors are:

- \$4.400 million for the supplementary estimates add-on to reduce the likelihood of an overspend
- \$2.779 million for higher-than-expected inflation adjustments than previously forecast
- \$2.135 million for a higher average payment per person (before inflation adjustments) than previously forecast
- \$1.478 million for policy adjustments, relating to the Working for Families changes to support low-income families, and
- \$250,000 for lower-than-expected debt establishments than previously forecast.

Sole Parent Support (M63) (A25)

Scope of Appropriation

This appropriation is limited to means-tested income support for people who are eligible for Sole Parent Support, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$1.322 million to \$1,718.566 million for 2021/22 due to:

- \$27.220 million for a lower number of people than previously forecast
- \$2.611 million for higher-than-expected debt establishments than previously forecast, and
- \$437,000 for other technical changes.

Partly offsetting the above factors are:

- \$18.600 million for the supplementary estimates add-on to reduce the likelihood of an overspend
- \$6.734 million for higher-than-expected wage growth adjustments than previously forecast, and
- \$3.612 million for a higher average payment per person (before wage growth adjustments) than previously forecast.

Special Circumstance Assistance (M63) (A25)

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, or in delegated legislation made under, the Social Security Act 2018; and Civilian Amputees Assistance, paid in accordance with criteria set out in the Disabled Persons Community Welfare Act 1975.

Reasons for Change in Appropriation

This appropriation increased by \$434,000 to \$11.201 million for 2021/22 due to:

- \$1.100 million for the supplementary estimates add-on to reduce the likelihood of an overspend, and
- \$212,000 for higher-than-expected inflation adjustments than previously forecast.

Partly offsetting the above factors are:

- \$555,000 for a lower average payment per person (before inflation adjustments) than previously forecast
- \$250,000 for a lower number of people than previously forecast, and
- \$73,000 lower than expected spending on Civilian Amputee expenditure.

Student Allowances (M63) (A25)

Scope of Appropriation

This appropriation is limited to means-tested allowances for students on an approved study programme, paid in accordance with criteria set out in the Student Allowance Regulations 1998; and payment of Student Allowance Transfer Grants to students with dependants, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$17.767 million to \$638.607 million for 2021/22 due to:

- \$48.627 million for a lower number of people than previously forecast, and
- \$1.727 million for a lower average payment per person (before inflation adjustments) than previously forecast.

Partly offsetting the above factors are:

- \$24.900 million for the supplementary estimates add-on to reduce the likelihood of an overspend, and
- \$7.687 million for higher-than-expected inflation adjustments than previously forecast.

Supported Living Payment (M63) (A25)

Scope of Appropriation

This appropriation is limited to means-tested income support for people who are eligible for the Supported Living Payment, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation increased by \$6.741 million to \$2,067.388 million for 2021/22 due to:

- \$22.400 million for the supplementary estimates add-on to reduce the likelihood of an overspend
- \$5.268 million for a higher average payment per person than previously forecast (before wage growth adjustments) than previously forecast, and
- \$905,000 for higher-than-expected wage growth adjustments than previously forecast.

Partly offsetting the above factors are:

- \$14.264 million for a lower number of people than previously forecast
- \$7.470 million for higher-than-expected debt establishments than previously forecast
- \$59,000 for other technical changes, and
- \$39,000 for higher-than-expected overseas pension recoveries than previously forecast.

Training Incentive Allowance (M63) (A25)

Scope of Appropriation

This appropriation is limited to the Training Incentive Allowance, paid in accordance with delegated legislation made under the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$21.440 million to \$13.408 million for 2021/22 due to:

- \$22.440 million for lower-than-expected expenditure on Training Incentive Allowance.

Partly offsetting the above factor is:

- \$1 million for the supplementary estimates add-on to reduce the likelihood of an overspend.

Transitional Assistance (M63) (A25)

Scope of Appropriation

This appropriation is limited to supplementary financial assistance to people who are adversely affected by changes in policy or legislation, so they will not be financially worse off at the point of change, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$225,000 to \$275,000 for 2021/22 due to lower-than-expected demand than previously forecast.

Veterans' Pension (M75) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation increased by \$2.270 million to \$135.853 million for 2021/22 due to:

- \$2.100 million for the supplementary estimates add-on to reduce the likelihood of an overspend, and
- \$584,000 for higher-than-expected wage and inflation adjustments than previously forecast.

Partly offsetting the above factors are:

- \$287,000 for a lower number of people than previously forecast
- \$68,000 for a lower average payment per person (before inflation and wage adjustments) than previously forecast
- \$38,000 for higher-than-expected debt establishments than previously forecast, and
- \$21,000 for higher-than-expected overseas pension recoveries than previously forecast.

Winter Energy Payment (M63) (A25)

Scope of Appropriation

This appropriation is limited to the Winter Energy Payment, paid to eligible people in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation increased by \$1.335 million to \$531.577 million for 2021/22 due to:

- \$18 million for the supplementary estimates add-on to reduce the likelihood of an overspend, and
- \$1.522 million for a higher average payment per person than previously forecast.

Partly offsetting the above factors is:

- \$18.187 million for a lower number of people than previously forecast.

Work Assistance (M63) (A25)

Scope of Appropriation

This appropriation is limited to payments to beneficiaries, low income earners, students and ex beneficiaries to assist them to obtain and maintain employment, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation increased by \$1.134 million to \$4.301 million for 2021/22 due to:

- \$852,000 for a higher number of people than previously forecast
- \$600,000 for the supplementary estimates add-on to reduce the likelihood of an overspend, and
- \$28,000 for higher-than-expected inflation adjustments than previously forecast.

Partly offsetting the above factors is:

- \$346,000 for a lower average payment per person (before inflation adjustments) than previously forecast.

Youth Payment and Young Parent Payment (M63) (A25)

Scope of Appropriation

This appropriation is limited to income support and incentive payments for people who are eligible for the Youth Payment or Young Parent Payment, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$3,000 to \$64.133 million for 2021/22 due to:

- \$2.959 million for a lower number of people than previously forecast
- \$93,000 for a lower average payment per person (before wage growth adjustments) than previously forecast, and
- \$7,000 for other technical changes.

Partly offsetting the above factors are:

- \$2.400 million for the supplementary estimates add-on to reduce the likelihood of an overspend
- \$543,000 for lower-than-expected debt establishments than previously forecast, and
- \$113,000 for higher-than-expected wage growth adjustments than previously forecast.

3.4 - Non-Departmental Other Expenses

Business Support Subsidy Covid-19 (M63) (A25)

Scope of Appropriation

This appropriation is limited to supporting employers to manage the impact of COVID-19 in line with criteria established by Cabinet.

Reasons for Change in Appropriation

This appropriation increased by \$4,370 million to \$4,870 million for 2021/22. This increase relates to \$4,845 million of funding for the Wage Subsidy August 2021 scheme.

This is offset by a \$475 million decrease due to a fiscally neutral adjustment to the Non-Departmental Other Expense, COVID-19 Leave Support Scheme as a result of the increased demand for this scheme as a result of the Omicron outbreak.

COVID-19 Apprentice Support (M63) (A25)

Scope of Appropriation

This appropriation is limited to supporting employers of existing and incoming apprentices through the COVID-19 Apprenticeship Boost Initiative in accordance with criteria established by Cabinet.

Reasons for Change in Appropriation

This appropriation increased by \$56.324 million to \$279.520 million for 2021/22. This increase relates to:

- \$67 million increase to provide funding to meet additional apprenticeship boost claims, and
- \$29.324 million increase from an expense transfer from 2020/21 to 2021/22 to meet changes in demand levels for this initiative.

This is offset by a \$40 million decrease due to an expense transfer from 2021/22 to 2022/23 to provide funding to extend the end-date of the Apprenticeship Boost Initiative from 4 August 2022 to 31 December 2023.

COVID-19 Leave Support Scheme (M63) (A25)

Scope of Appropriation

This appropriation is limited to supporting workers through the COVID-19 Leave Support Scheme, approved by Cabinet, in response to the COVID-19 virus, with criteria established by Cabinet.

Reasons for Change in Appropriation

This appropriation increased by \$620.795 million to \$660.795 million for 2021/22. This increase relates to:

- \$475 million increase from a fiscally neutral adjustment from the Non-Departmental Other Expense, Business Support Subsidy Covid-19 as a result of an increase in demand for this scheme due to the COVID-19 outbreak

- \$157 million increase to provide additional funding for meeting the costs of the COVID-19 Leave Support Scheme due to the Omicron outbreak, and
- \$42.795 million expense transfer from 2020/21 to 2021/22 to meet the costs of the COVID-19 Leave Support Scheme.

This is offset by:

- \$50 million decrease due to an expense transfer from 2021/22 to 2021/23 to ensure continuation of payments for the COVID-19 Leave Support Scheme from 1 July 2022, and
- \$4 million decrease from a fiscally neutral adjustment to the Community Support Services MCA to fund the COVID-19 Community Response Package 2021.

Debt Write-downs (M63) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation increased by \$4.590 million to \$98.881 million for 2021/22. This increase relates to changes in the level of outstanding debt, interest rates and other factors used to calculate the debt write-down provision.

Housing Hub capital costs Place-Based Approach (M37) (A25)

Scope of Appropriation

This appropriation is limited to the capital costs for the delivery of a Housing Hub in support of collective initiatives utilising a place-based approach.

Expenses

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	-	410	410

What is Intended to be Achieved with this Appropriation

This appropriation is intended to support the capital costs associated with the delivery of collective emergency housing pilot projects utilising place-based approaches, with a view to improving the wellbeing and housing outcomes of clients.

How Performance will be Assessed and End of Year Reporting Requirements

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

Reasons for Change in Appropriation

This is a new appropriation for 2021/22 with funding of \$410,000. This relates to:

- \$230,000 to provide funding for the capital cost of the fit-out of Te Pokapū and the development of a data system to support agencies located in the Rotorua Hub, and
- \$180,000 to increase the capital costs associated with the Rotorua housing hub initiative.

Reimbursement of Income Related Rent Overpayments (M37) (A25)

Scope of Appropriation

This appropriation is limited to reimbursing overpayments resulting from the reassessment of the Income Related Rent.

Reasons for Change in Appropriation

This appropriation increased by \$543,000 to \$3.745 million for 2021/22 to reflect the higher level of reimbursements paid to clients resulting from the reassessment of their Income Related Rent.

Retrospective Residential Care Subsidy Payments (M36) (A25)

Scope of Appropriation

This appropriation is limited to paying Residential Care Subsidy to those impacted by the revised financial means assessment required as a result of a Court of Appeal decision and in accordance with the criteria established by Cabinet.

Reasons for Change in Appropriation

This appropriation increased by \$5 million to \$20 million for 2021/22. This increase relates to an expense transfer from 2020/21 to 2021/22 to implement the Court of Appeal decision on means assessment for long-term aged residential care.

3.5 - Non-Departmental Capital Expenditure

Recoverable Assistance (M63) (A25)

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, paid in accordance with criteria set out in, or in delegated legislation made under, the Social Security Act 2018.

Reasons for Change in Appropriation

This appropriation decreased by \$78.990 million to \$362.270 million for 2021/22 due to:

- \$119.599 million for a lower number of grants than previously forecast.

Partly offsetting the above factors are:

- \$28 million for the supplementary estimates add-on to reduce the likelihood of an overspend
- \$9.254 million for policy adjustments, which increased income limits for hardship support, and
- \$3.355 million for a higher average payment per grant than previously forecast.

Student Loans (M57) (A25)

Scope of Appropriation

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

Reasons for Change in Appropriation

This appropriation decreased by \$130.360 million to \$1,543.593 million for 2021/22 due to:

- \$276.359 million for a lower number of loan recipients than previously forecast.

Partly offsetting the above factor are:

- \$94.215 million for a higher average amount of student loans than previously forecast
- \$45 million for the supplementary estimates add-on to reduce the likelihood of an overspend, and
- \$6.784 million for higher-than-expected inflation adjustments than previously forecast.

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

4 - Multi-Category Expenses and Capital Expenditure

Community Support Services (M63) (A25)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to prevent and reduce vulnerability and harm for individuals, families and communities.

Scope of Appropriation

Departmental Output Expenses

Developing and Managing Community Services

This category is limited to approving, monitoring, contracting and managing the relationships with community-based service providers; engaging with communities and developing services.

Non-Departmental Output Expenses

Community Support and Advice

This category is limited to services that build financial capability, develop community and provider capability and provide targeted advice and support for vulnerable individuals and families.

Expansion of Kāinga Whānau Ora pilot

This category is limited to the expansion and continuation of the Kāinga Whānau Ora pilot.

Improving Children's Participation in Education

This category is limited to programmes and services that enable children to better engage and participate in education.

Participation and Support Services for Seniors

This category is limited to services that address isolation, abuse and neglect of older people, and support participation in communities.

Place-Based Approaches

This category is limited to the delivery of services and operational support of collective initiatives following a place-based approach.

Supporting Victims and Perpetrators of Family and Sexual Violence

This category is limited to services that support victims of family and sexual violence and address perpetrator behaviour.

Non-Departmental Other Expenses

Community Response to Adverse or Emergency Events

This category is limited to financial support for communities that have been impacted by an adverse or emergency event.

Expenses, Revenue and Capital Expenditure

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	312,412	310,755	623,167
Departmental Output Expenses			
Developing and Managing Community Services	33,307	(520)	32,787
Non-Departmental Output Expenses			
Community Support and Advice	80,198	105,761	185,959
Expansion of Kāinga Whānau Ora pilot	2,250	-	2,250
Improving Children's Participation in Education	1,616	-	1,616
Participation and Support Services for Seniors	7,395	-	7,395
Place-Based Approaches	6,414	-	6,414
Supporting Victims and Perpetrators of Family and Sexual Violence	148,832	1,163	149,995
Non-Departmental Other Expenses			
Community Response to Adverse or Emergency Events	32,400	204,351	236,751
Funding for Departmental Output Expenses			
Revenue from the Crown	33,307	(520)	32,787
Developing and Managing Community Services	33,307	(520)	32,787

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

	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Non-Departmental Output Expenses			
Community Support and Advice			
Building Financial Capability			
The percentage of clients who complete the programmes Financial mentor, MoneyMates and Kahukura and report having their needs met will be no less than (see Note 2)	80%	(80%)	-
The percentage of clients who report progress towards achieving their financial capability goals will be no less than (see Note 2)	-	80%	80%

Note 2 - Provider-administered client surveys are undertaken every quarter (results are aggregated by the provider and reported to the Ministry as per contractual requirements). The year-end result is an average of total surveys within the financial year.

Reasons for Change in Appropriation

This appropriation increased by \$310.755 million to \$623.167 million for 2021/22. This increase relates to:

- \$160.200 million increase for care in the community and the welfare response to Omicron
- \$74 million increase for a whole of system welfare approach under the COVID-19 Protection Framework
- \$35 million increase for the care in the community welfare response after the peak of Omicron
- \$25.051 million increase for the Government's COVID-19 response due to increased demand for access to food and other essential wellbeing items
- \$12 million increase for reactivating the Tāmaki Makaurau Auckland Package
- \$8.200 million for the COVID-19 Community Package 2021
- \$3.100 million to meet demand for food access through Alert Level 3 in Auckland
- \$2.427 million expense transfer from 2020/21 to 2021/22 for the Integrated Community Response
- \$2.250 million increase from an expense transfer from 2020/21 to 2021/22 for Building Iwi Partnerships
- \$800,000 increase from an expense transfer from 2020/21 to 2021/22 for Improving Social Cohesion, and
- \$600,000 increase for the Family Violence Risk and Needs Assessment Service with Police Safety Order.

This is offset by:

- \$6.900 million decrease due to a fiscally neutral adjustment to other departmental appropriations to reflect changes in cost drivers during 2021/22
- \$5.309 million decrease due to a fiscally neutral adjustment to Vote Oranga Tamariki for contract management and relationship management services
- \$414,000 decrease for a fiscally neutral adjustment to Vote Oranga Tamariki for the Barnardos New Zealand LEAP Service, and
- \$250,000 decrease for a fiscally neutral adjustment to Vote Justice for Māori, Communities and Partnerships - Integrated Community Responses National Practice Leads.

Housing Support Assistances (M37) (A25)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to support people to access or retain housing.

Scope of Appropriation

Non-Departmental Output Expenses

Provision to better prepare people to access and sustain private rentals

This category is limited to the provision of programmes to help prepare people to obtain and sustain private rental accommodation.

Non-Departmental Other Expenses

Non-Recoverable Housing Support Assistances

This category is limited to non-recoverable Housing Support Assistances, which help people access and/or retain housing tenancies, paid in accordance with criteria set out in delegated legislation made under the Social Security Act 2018.

Non-Departmental Capital Expenditure

Recoverable Housing Support Assistances

This category is limited to recoverable Housing Support Assistances, which help people access and/or retain housing tenancies, paid in accordance with criteria set out in delegated legislation made under the Social Security Act 2018.

Expenses, Revenue and Capital Expenditure

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	7,963	6,000	13,963
Non-Departmental Output Expenses			
Provision to better prepare people to access and sustain private rentals	763	-	763
Non-Departmental Other Expenses			
Non-Recoverable Housing Support Assistances	6,200	3,225	9,425
Non-Departmental Capital Expenditure			
Recoverable Housing Support Assistances	1,000	2,775	3,775

Reasons for Change in Appropriation

This appropriation increased by \$6 million to \$13.963 million for 2021/22 due to additional demand resulting from pressure in the residential rental market and the anticipated impact of the COVID-19 resurgence.

Improved Employment and Social Outcomes Support (M63) (A25)

Overarching Purpose Statement

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

Scope of Appropriation

Departmental Output Expenses

Administering Income Support

This category is limited to assessing, paying, reviewing entitlements and collecting balances owed by clients for income support, supplementary assistance, grants and allowances, and administering international social security agreements relating to disabled people, sole parents, and widows and widowers.

Improving Employment Outcomes

This category is limited to providing assistance, services and other interventions, including associated administrative expenses, either in accordance with delegated legislation made under the Social Security Act 2018, or as approved by Cabinet or the appropriation Minister, or consistent with strategic direction set by Cabinet or the appropriation Minister, to eligible people to help them move into and retain employment.

Improving Work Readiness Outcomes

This category is limited to providing assistance, services and other interventions, including associated administrative expenses, either in accordance with delegated legislation made under the Social Security Act 2018, or as approved by Cabinet or the appropriation Minister, or consistent with strategic direction set by Cabinet or the appropriation Minister, to eligible people to address barriers to employment to help them become work ready.

Jobs and Skills Hubs

This category is limited to expenses incurred in establishing, operating and administering jobs and skills hubs to work with employers to facilitate job brokerage and training.

Non-Departmental Output Expenses

He Poutama Rangatahi

This category is limited to supporting training and employment programmes for young people not in education, employment or training and at risk of poor labour market outcomes in the long-term.

Māori Trades and Training Programmes

This category is limited to expenses incurred on programmes that support Māori through Trades and Training.

Non-Departmental Other Expenses

Flexi-Wage Employment Assistance

This category is limited to providing Flexi-Wage employment assistance, for eligible people to help them move into and retain sustainable employment, in accordance with criteria set out by Cabinet or approved by the Minister or in delegated legislation made under the Social Security Act 2018.

Expenses, Revenue and Capital Expenditure

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	1,240,543	207,095	1,447,638
Departmental Output Expenses			
Administering Income Support	475,784	63,217	539,001
Improving Employment Outcomes	510,162	97,990	608,152
Improving Work Readiness Outcomes	123,237	(10,263)	112,974
Jobs and Skills Hubs	-	4,250	4,250
Non-Departmental Output Expenses			
He Poutama Rangatahi	-	43,802	43,802
Māori Trades and Training Programmes	-	12,021	12,021
Non-Departmental Other Expenses			
Flexi-Wage Employment Assistance	131,360	(3,922)	127,438
Funding for Departmental Output Expenses			
Revenue from the Crown	1,105,583	104,852	1,210,435
Administering Income Support	472,184	12,875	485,059
Improving Employment Outcomes	510,162	97,990	608,152
Improving Work Readiness Outcomes	123,237	(10,263)	112,974
Jobs and Skills Hubs	-	4,250	4,250
Revenue from Others	3,600	-	3,600
Administering Income Support	3,600	-	3,600

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

	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Departmental Output Expenses			
Jobs and Skills Hubs			
This category is intended to support large-scale construction and infrastructure projects by building community workforce capability and capacity.			
The number of training interventions completed in large-scale construction and infrastructure projects will be no less than	-	1,500	1,500
Non-Departmental Output Expenses			
He Poutama Rangatahi			
This category is intended to achieve support for communities to link rangatahi directly to employers and support those employers willing to invest in employing them.			
The number of young people supported onto education, training or employment pathways by programmes funded through the appropriation will be no less than	-	2,000	2,000

Assessment of Performance	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Māori Trades and Training Programmes			
This category is intended to achieve the selection and funding of programmes that support Māori through Trades and Training.			
The number of people supported onto trades and training pathways by programmes funded through the appropriation will be no less than	-	Baseline to be established	Baseline to be established

Reasons for Change in Appropriation

This appropriation increased by \$207.095 million to \$1,447.638 million for 2021/22. This increase relates to:

- \$111.887 million from the transfer of three MBIE skills and employment initiatives to MSD
- \$79.668 million increase due to a change in the accounting treatment for certain implementation costs associated with Software as a Service arrangements
- \$20.963 million expense transfer from 2020/21 to 2021/22 for expansion of the Flexi-Wage Scheme
- \$14.717 million fiscally neutral adjustment from Vote Oranga Tamariki for depreciation, capital charge and property costs
- \$13.689 million for reducing risk in critical systems and implementing legislative change
- \$13.350 million relates to a fiscally neutral adjustment from other departmental appropriations to reflect changes in cost drivers during 2021/22
- \$10 million for a retention of underspend from the prior financial year
- \$5.500 million from an expense transfer from 2020/21 to 2021/22 for the Provincial Growth Fund
- \$2 million for the Wage Subsidy August 2021 scheme administration costs
- \$945,000 for the administration costs associated with additional support for low-income households following COVID-19 Alert Level restrictions
- \$645,000 for operational costs associated with passing on Child Support Payments to Sole Parent beneficiaries, and
- \$80,000 for the administration costs associated with the extension of increased income limits for Hardship Assistance.

This is offset by:

- \$33.319 million expense transfer from 2021/22 to outyears for supporting Government partnerships through multi-year Multi Trades and Training funding contracts
- \$10.803 million expense transfer from 2021/22 to 2022/23 for He Poutama Rangatahi
- \$8.570 million decrease with a funding transfer to the Non-Departmental Other Expense, COVID-19 Apprentice Support to meet increased demand levels

- \$6.800 million fiscally neutral adjustment to the Departmental Output Expense, Policy Advice to support the delivery of the agreed policy work programme
- \$5 million fiscally neutral adjustment to the Departmental Output Expense, Data, Analytics and Evidence Services to support the increased costs in providing data, analytics and evidence services
- \$1 million fiscally neutral adjustment to the Community Support Services MCA to partly fund the COVID-19 Community Response Package
- \$450,000 fiscally neutral adjustment to the Non-Departmental Output Expense, Social Workers Registration Board to address a short-term funding need as a result of social worker registrations becoming mandatory from February 2021
- \$395,000 fiscally neutral adjustment to Vote Defence Force for the Limited Services Volunteer Programme, and
- \$12,000 fiscally neutral adjustment to the Benefits or Related Expenses, Hardship Assistance for the extension to the Christchurch Mosques Attack Welfare Programme.

Partnering for Youth Development (M77) (A25)

Overarching Purpose Statement

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

Scope of Appropriation

Departmental Output Expenses

Administering Youth Development

This category is limited to developing, promoting and funding a positive youth development approach in partnership with businesses, iwi and the philanthropic and youth sectors.

Non-Departmental Output Expenses

Delivering Youth Development

This category is limited to purchasing youth development outcomes.

Expenses, Revenue and Capital Expenditure

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	12,563	6,148	18,711
Departmental Output Expenses			
Administering Youth Development	4,001	1,311	5,312
Non-Departmental Output Expenses			
Delivering Youth Development	8,562	4,837	13,399
Funding for Departmental Output Expenses			
Revenue from the Crown	4,001	1,311	5,312
Administering Youth Development	4,001	1,311	5,312

Reasons for Change in Appropriation

This appropriation increased by \$6.148 million to \$18.711 million for 2021/22. This increase relates to:

- \$5.148 million expense transfer from 2020/21 to 2021/22 for Targeted Support for At-Risk Ākonga and Youth, Health and Wellbeing Survey initiatives, and
- \$1 million expense transfer from 2020/21 to 2021/22 for the Youth, Health and Wellbeing Survey initiative.