



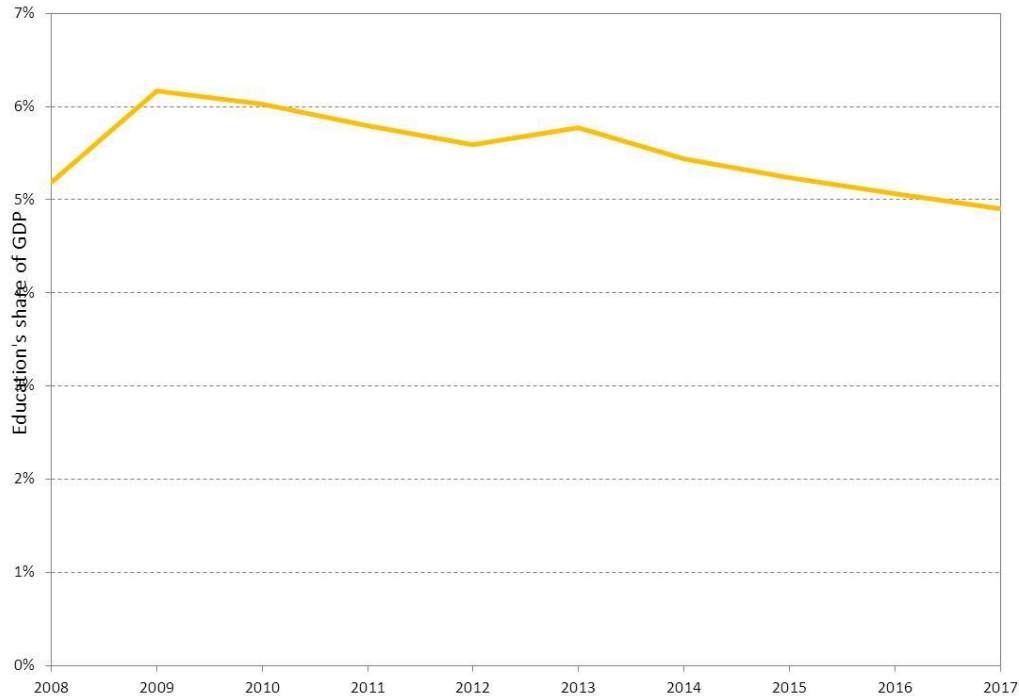
CPAG'S BUDGET REVIEW 2013

An Analysis of the New Zealand Government's 2013 Budget

CHILD
POVERTY
ACTION
GROUP

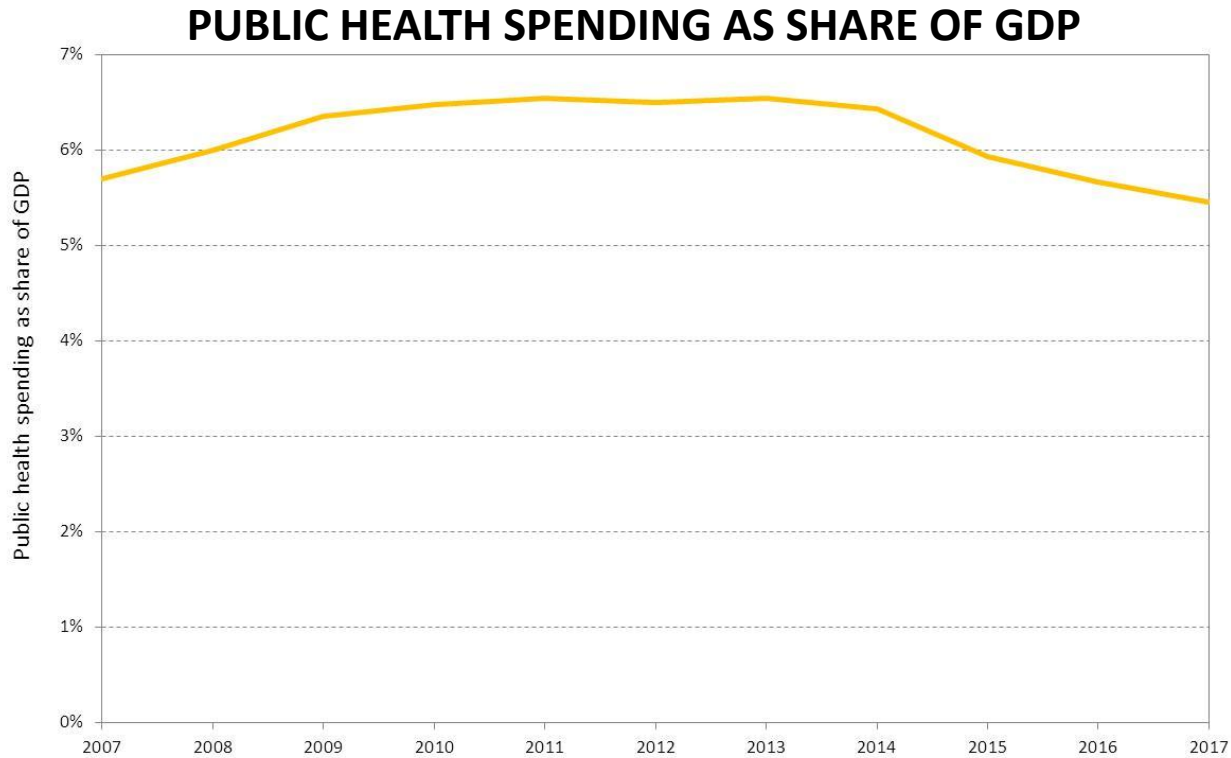
EDUCATION

PUBLIC EDUCATION SPENDING AS SHARE OF GDP



- ▶ Education spending is declining in real terms and as a share of tax spend and GDP
- ▶ Emphasis is being given to ECE and to equity concerns
- ▶ Per student spend at primary schools is dropping recently but still high historically

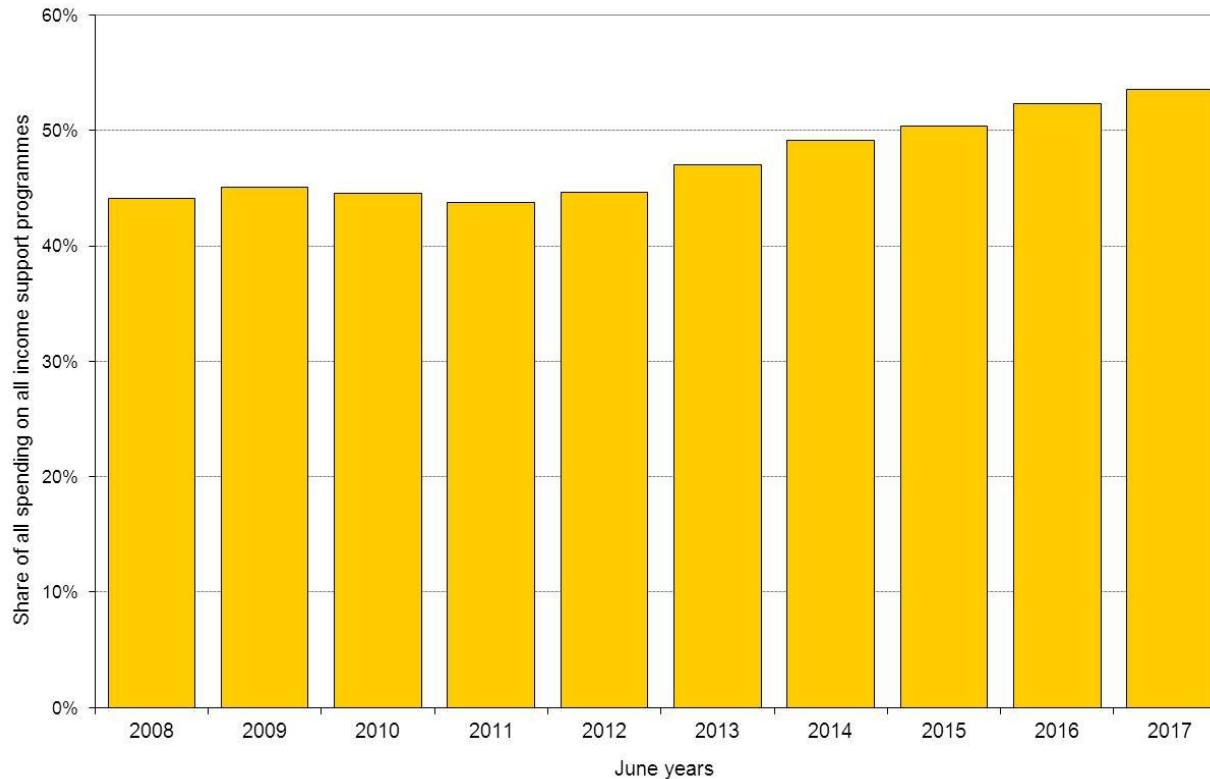
HEALTH



- ▶ Health spending increases this year but declines in followings
- ▶ \$500m of capital spending dries up – Christchurch splash
- ▶ Capital spend is predicated on asset sales

INCOMES

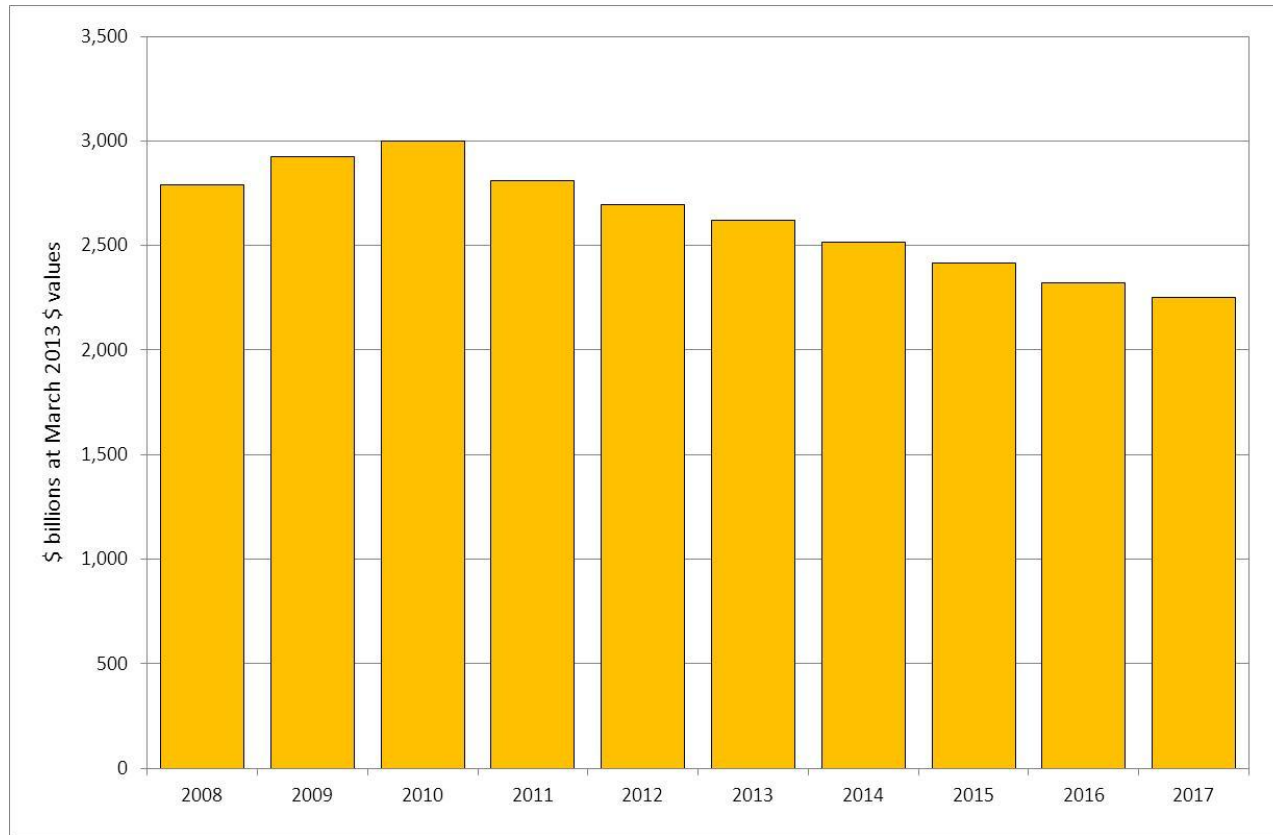
NZ SUPER SHARE OF BENEFIT EXPENDITURE



- ▶ NZ Superannuation grows by \$600 million per year
- ▶ 45% of new spending between 2013-2017 is to fund this
- ▶ As a share of GDP the cost of NZ Super now exceeds that of education

INCOMES

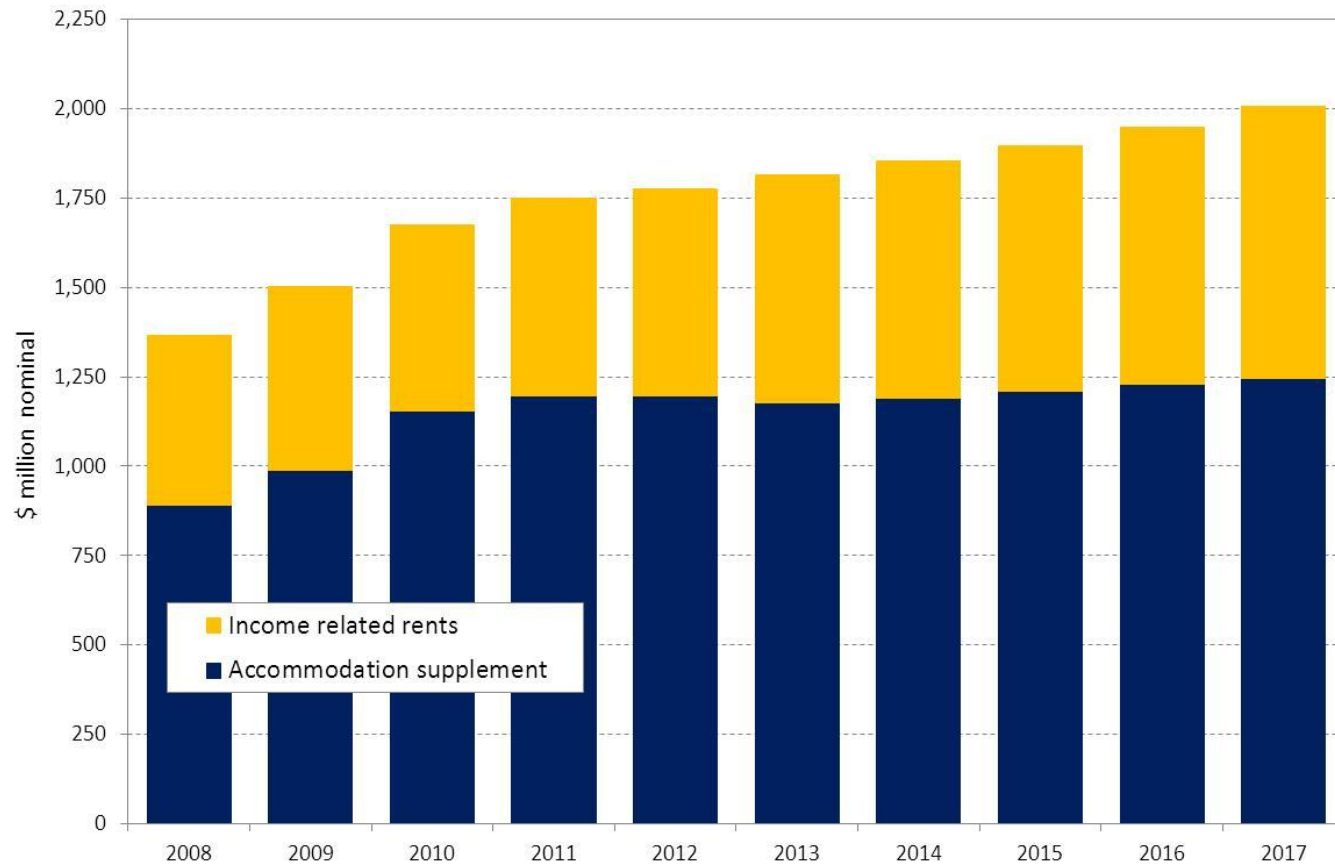
REAL VALUE OF WORKING FOR FAMILIES EXPENDITURE



- ▶ The value of working age benefits and Working for Families appears to be eroded away

HOUSING

HOUSING SUBSIDIES



- ▶ \$102 million over four years but no worthwhile supply response