



Benefit Fact Sheets Snapshot

June 2023 Quarter

In the

Benefit Fact Sheets Snapshot

The Benefit Fact Sheets provide a highlevel view of trends in benefit receipt. The Benefit Fact Sheets are published quarterly and contain information on income support provided by the Ministry.

For technical information about the Benefit Fact Sheets, like how we protect our clients' confidentiality, please see:

www.msd.govt.nz/documents/about-msdand-our-work/publications-resources/ statistics/benefit/2023/bfs-t1-statsinformation-jun-23.pdf

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Main benefit assistance

Main benefits

At the end of June 2023, **351,759 people** were receiving a main benefit. This was up 7,137 or 2.1 percent when compared to June 2022.

The proportion of the working-age population receiving a main benefit increased to **11.2 percent**, up 0.2 percentage points from June 2022.

Figure 1a: Number and proportion of people receiving a main benefit at the end of the last six June quarters.

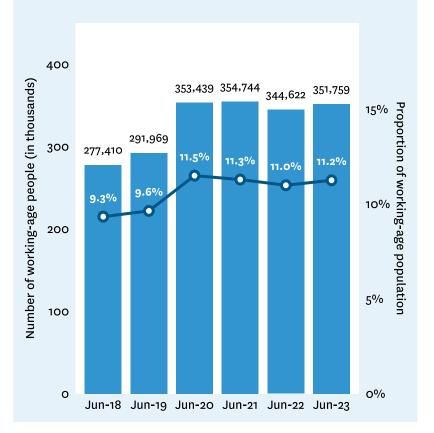
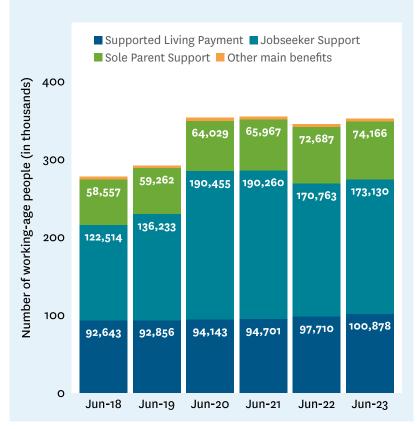


Figure 1b: Number of people receiving a main benefit by benefit type at the end of the last six June quarters.



In Figure 1b, other main benefits include:

- Youth Payment and Young Parent Payment
- Emergency Benefit
- Emergency Maintenance Allowance
- Jobseeker Support Student Hardship

Jobseeker Support

At the end of June 2023, **173,130 people** were receiving Jobseeker Support. This was up 2,367 or 1.4 percent when compared to June 2022.

The proportion of the working-age population receiving this benefit increased to **5.5 percent**, up 0.1 percentage points from June 2022.

At the end of June 2023, **99,276 people** were receiving Jobseeker Support – Work Ready. This was down 810 or 0.8 percent when compared to June 2022.

At the end of June 2023, **73,851 people** were receiving Jobseeker Support – Health Condition or Disability. This was up 3,177 or 4.5 percent when compared to June 2022.

Jobseeker Support is for people who are actively looking for or preparing for work. It includes people with part-time work obligations and those who cannot look for work at the moment (e.g. those with a health condition, injury, or disability).

Figure 2a: Number and proportion of people receiving Jobseeker Support at the end of the last six June quarters.

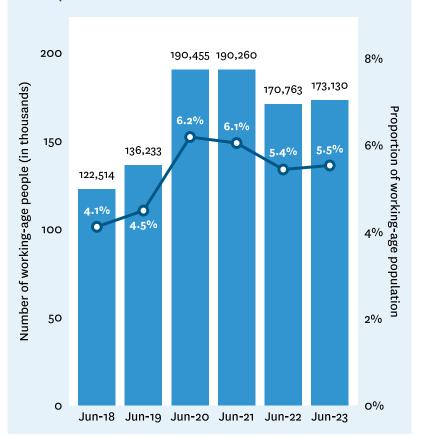
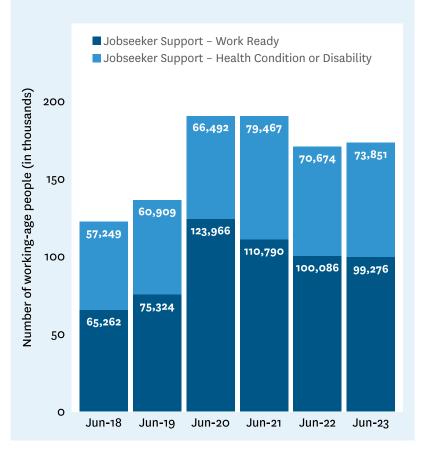


Figure 2b: Number of people receiving Jobseeker Support by benefit type at the end of the last six June quarters.



Sole Parent Support

At the end of June 2023, **74,166 people** were receiving Sole Parent Support. This was up 1,479 or 2.0 percent when compared to June 2022.

The proportion of the working-age population receiving this benefit increased to **2.4 percent**, up 0.1 percentage points from June 2022.

Sole Parent Support is for single parents with at least one dependent child under 14 years.

Supported Living Payment

At the end of June 2023, **100,878 people** were receiving Supported Living Payment. This was up 3,168 or 3.2 percent when compared to June 2022.

The proportion of the working-age population receiving this benefit increased to **3.2 percent**, up 0.1 percentage points from June 2022.

Supported Living Payment is for people who have, or care for someone with, a health condition, injury or disability that limits their ability to work.

Figure 3: Number and proportion of people receiving Sole Parent Support at the end of the last six June quarters.

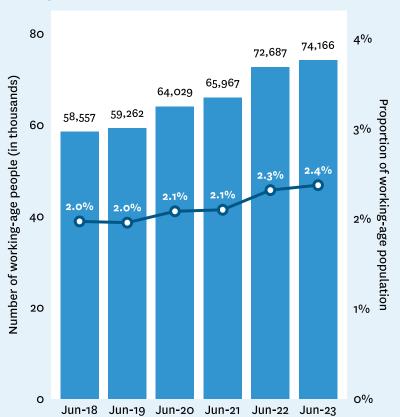
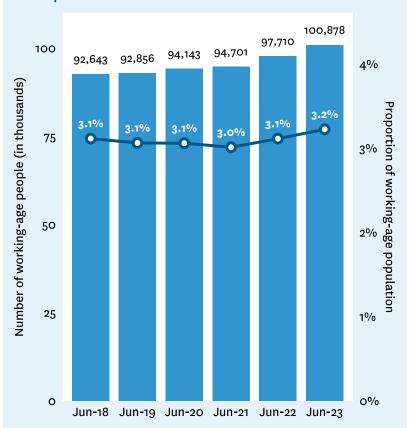


Figure 4: Number and proportion of people receiving Supported Living Payment at the end of the last six June quarters.

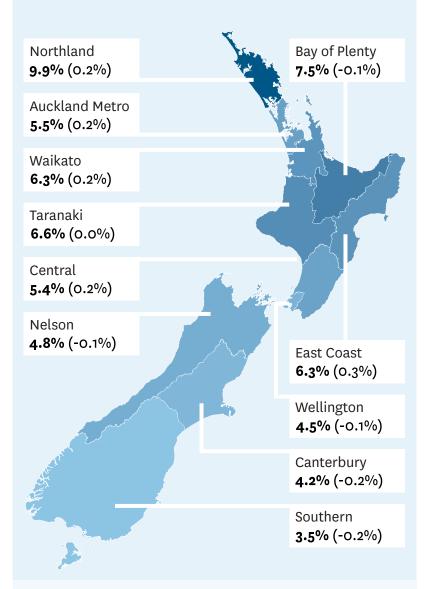


Regional distribution of Jobseeker Support

Between June 2022 and June 2023, the proportion of the working-age population receiving Jobseeker Support increased in most regions.

The largest percentage point increase was seen in East Coast (0.3 percent). At the end of June 2023, Northland had the highest proportion receiving Jobseeker Support, at 9.9 percent.

Figure 5: Regional distribution of Jobseeker Support as a proportion of the population by Work and Income region, as at June 2023.



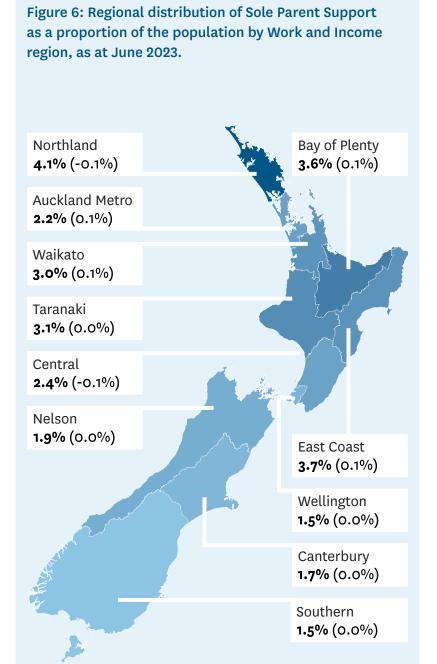
Figures in labels refer to 'working-age population proportion' and 'percentage point change' respectively. All percentages have been rounded to the nearest decimal point. As a result, a percentage point change may be displayed as zero.

Regional distribution of Sole Parent Support

Between June 2022 and June 2023, the proportion of the working-age population receiving Sole Parent Support remained the same or increased slightly in most regions.

The largest percentage point increases were seen in East Coast, Bay of Plenty, Waikato, and Auckland Metro (0.1 percent).

At the end of June 2023, Northland had the highest proportion receiving Sole Parent Support, at 4.1 percent.



Figures in labels refer to 'working-age population proportion' and 'percentage point change' respectively. All percentages have been rounded to the nearest decimal point. As a result, a percentage point change may be displayed as zero.

Main benefit grants and cancellations

Main benefit grants

There were **46,191** main benefits granted in the June 2023 quarter, an increase of 873 or 1.9 percent from the June 2022 quarter.

There were **34,707** Jobseeker Support grants in the June 2023 quarter, an increase of 2,463 or 7.6 percent from the June 2022 quarter.

A main benefit grant is the formal acceptance of entitlement to a main benefit.

six June quarters. ■ Total ■ Jobseeker Support ■ Sole Parent Support ■ Supported Living Payment ■ Other main benefits 80 69,747 Number of benefits granted (in thousands) 60 46,191 45,318 59,223 43,317 40 34,707 33,069 32,244 20 0

Jun-20

Jun-21

Jun-22

Jun-23

Jun-19

Figure 7: Number of main benefits granted during the last

Main benefit cancellations

There were **44,517** main benefit cancellations in the June 2023 quarter, a decrease of 7,302 or 14.1 percent from the June 2022 quarter.

There were **19,779** exits into work in the June 2023 quarter, a decrease of 6,555 or 24.9 percent from the June 2022 quarter.

Figure 8a: Number of main benefit cancellations by benefit type during the last six June quarters.

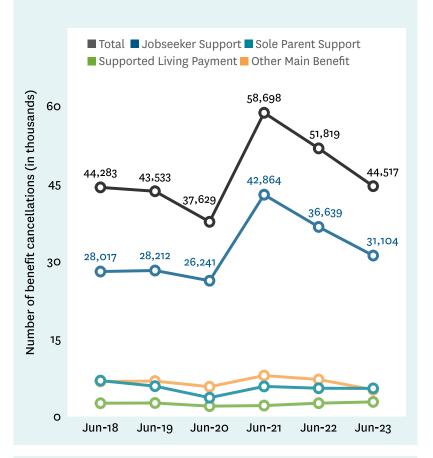
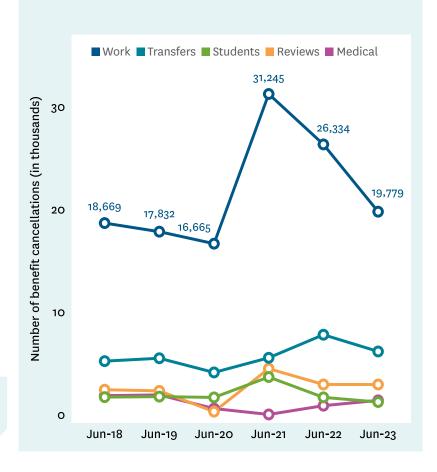


Figure 8b: Number of main benefit cancellations by selected reasons during the last six June quarters.



A main benefit cancellation is the formal process that ends the entitlement to a main benefit.

Benefit sanctions

The number of sanctions issued during the June 2023 quarter was **6,759**, an increase of 1,176 or 21.1 percent from the June 2022 quarter.

A sanction is a reduction in a person's benefit that may occur if they do not fulfil their work obligations. Not everyone who does not fulfil their obligations gets sanctioned; if benefit recipients re-comply or provide additional information, the sanction can be overturned.

During the June 2023 quarter, the main reasons for unfulfilled work obligation sanctions were **clients not attending appointments** including seminar appointments (4,059 sanctions) and **failing to prepare for work** (2,199 sanctions).

Figure 9a: Number of sanctions for unfulfilled work obligations during the last six June quarters.

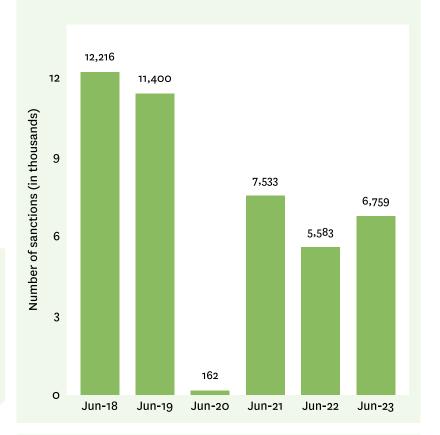
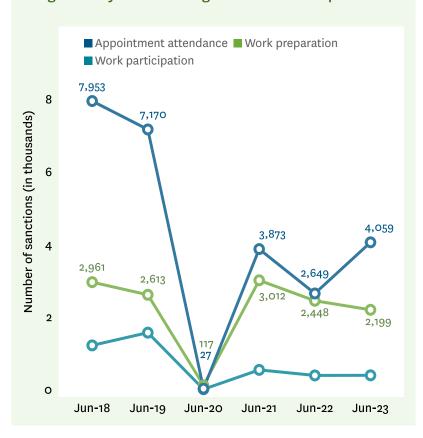


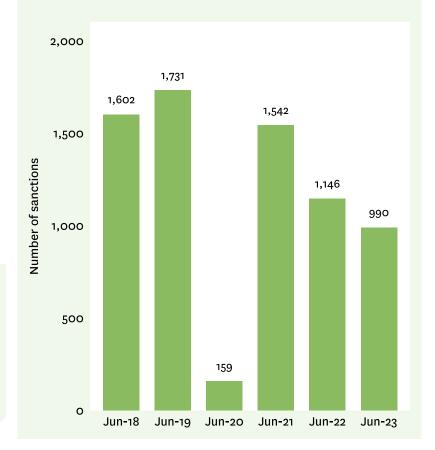
Figure 9b: Number of sanctions for unfulfilled work obligations by reason during the last six June quarters.



At the end of June 2023, there were **990** graduated sanctions in place, a decrease of 156 or 13.6 percent from the June 2022 quarter.

Sanctions can affect benefit recipients in a number of ways, depending on their circumstances and the number of times they have had a sanction over the last 12 months. There are three types of sanctions: graduated (i.e. percentage reduction in benefit amount), suspended, or cancelled.

Figure 9c: Number of graduated sanctions in place at the end of the last six June quarters.



Supplementary assistance

Between the end of June 2022 and the end of June 2023:

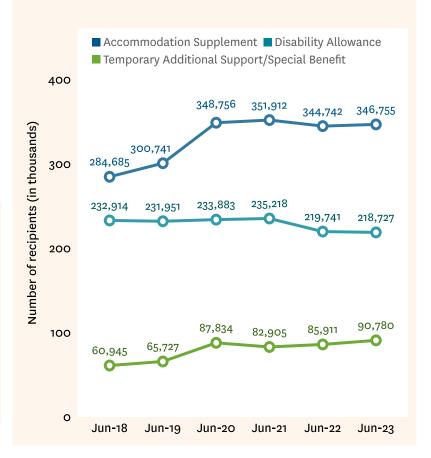
- the number of people receiving
 Accommodation Supplement increased
 by 2,013 or 0.6 percent
- the number of people receiving
 Disability Allowance decreased by
 1,014 or 0.5 percent
- the number of people receiving Temporary Additional Support/Special Benefit increased by 4,869 or 5.7 percent.

The Accommodation Supplement assists people on low incomes with their rent, board, or the cost of owning a home.

The Disability Allowance assists people who have on-going costs because of a disability.

Temporary Additional Support helps people to cover essential living costs that cannot be met from their income or other resources.

Figure 10: Number of recipients of supplementary assistance at the end of the last six June quarters.



Hardship assistance

Total hardship assistance

During the June 2023 quarter, there were **607,674** hardship assistance payments, worth **\$248.4** million.

Compared with the June 2022 quarter, the number of hardship assistance payments was 13.1 percent higher, and the value of hardship payments was 8.2 percent higher.

Figure 11a: Number of hardship payments provided during the quarter for the last six June quarters, by type of assistance. ■ Special Needs Grants ■ Benefit Advances ■ Recoverable Assistance Payments Number of hardship payments (in thousands) 790,167 800 607,674 578,409 600 537,144 487,539 400 321,246 200 0 Jun-20 Jun-21

during the quarter for the last six June quarters, by type of assistance. ■ Special Needs Grants ■ Benefit Advances ■ Recoverable Assistance Payments \$248.4m \$250 Value of hardship payments (in millions) \$229.6m \$216.9m \$209.4m \$200 \$142.6m \$150 \$88.1m \$100 \$50

Jun-20

Jun-21

Jun-22

Figure 11b: Value of hardship payments provided

Hardship assistance includes, but is not limited to: Special Needs Grants, Benefit Advances, and Recoverable Assistance Payments. These forms of assistance are designed to help people who have immediate needs.

Jun-19

\$0

Jun-18

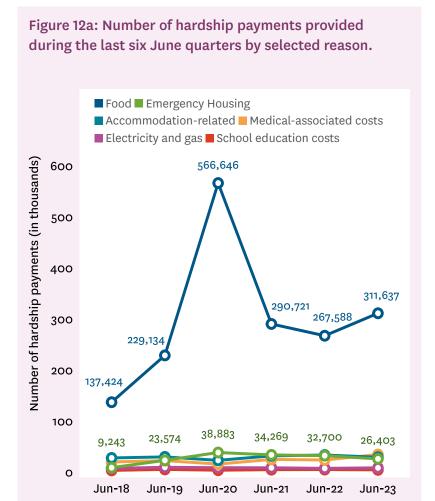
Jun-23

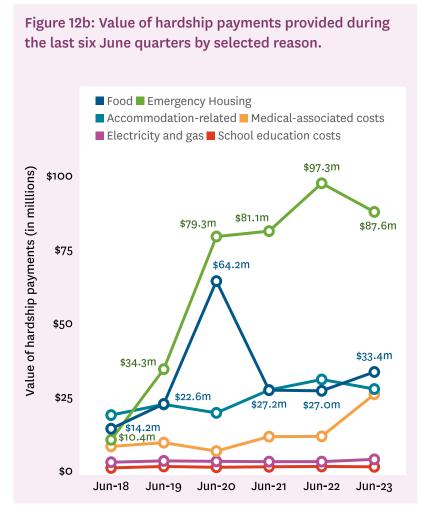
Reasons for hardship assistance

Two key types of hardship assistance are Special Needs Grants for food and Emergency Housing Special Needs Grants.

There were **311,637** Special Needs Grants for food in the June 2023 quarter, up 44,049 or 16.5 percent from the June 2022 quarter. The value of these grants was **\$33.4 million**, up 23.6 percent from the June 2022 quarter.

There were **26,403** Emergency Housing Special Needs Grants during the June 2023 quarter, down 6,297 or 19.3 percent from the June 2022 quarter. The value of these grants was **\$87.6 million**, down 10.0 percent from the June 2022 quarter.





Special Needs Grants

There were **411,756** Special Needs Grants in the June 2023 quarter, up 23.0 percent from the June 2022 quarter. The value of these grants was **\$168.9 million**, up 24.2 percent from the June 2022 quarter.

A Special Needs Grant provides a non-taxable, one-off recoverable or non-recoverable payment to help people meet immediate needs.

A person does not need to be receiving a main benefit to be eligible for a Special Needs Grant.

Benefit Advances

There were **179,370** Benefit Advances provided during the June 2023 quarter, down 1.4 percent from the June 2022 quarter. The value of these advances was **\$72.8** million, down 11.6 percent from the June 2022 quarter.

A Benefit Advance can be up to six weeks of a benefit recipient's net entitlement, and is recovered from subsequent payments of benefit. People not receiving a main benefit may instead receive Recoverable Assistance Payments.

Figure 13: Number and value of Special Needs Grants provided during the last six June quarters.

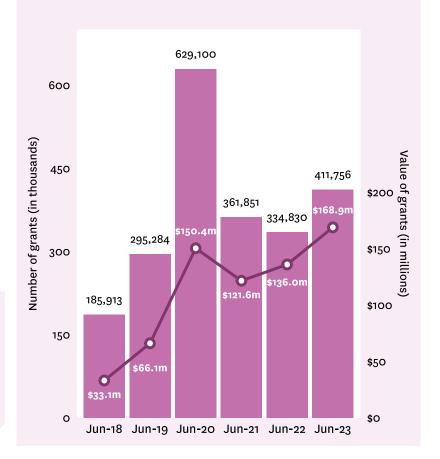


Figure 14: Number and value of Benefit Advances provided during the last six June quarters.

