

MINISTRY OF SOCIAL DEVELOPMENT TE MANATŪ WHAKAHIATO ORA



Benefit Fact Sheets Snapshot June 2024 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/2024/bfs-t1-statsinformation-jun-24.pdf

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Main benefit assistance

Main benefits

At the end of June 2024, **380,889 people** were receiving a main benefit. This was up 29,130 or 8.3 percent when compared to June 2023.

The proportion of the working-age population receiving a main benefit increased to **11.9 percent**, up 0.6 percentage points from June 2023.

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

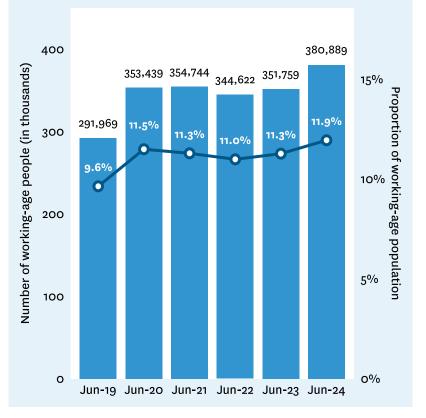
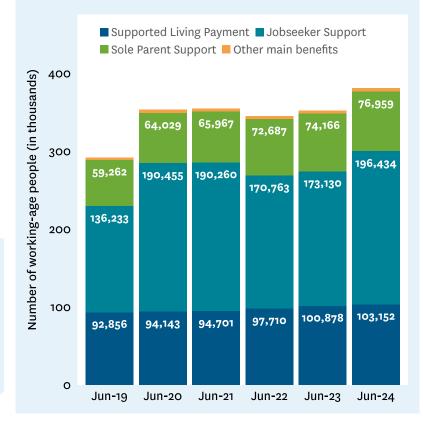


Figure 1b: Number of people receiving a main benefit by benefit type at the end of the last six June quarters.



In Figure 1b, other main benefits include:

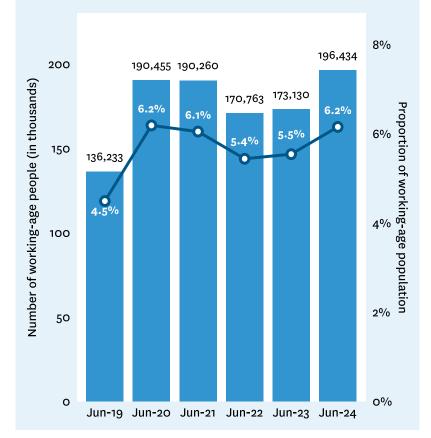
- Youth Payment and Young Parent Payment
- Emergency Benefit
- Emergency Maintenance Allowance
- Jobseeker Support Student Hardship

Jobseeker Support

At the end of June 2024,

196,434 people were receiving Jobseeker Support. This was up 23,307 or 13.5 percent when compared to June 2023.

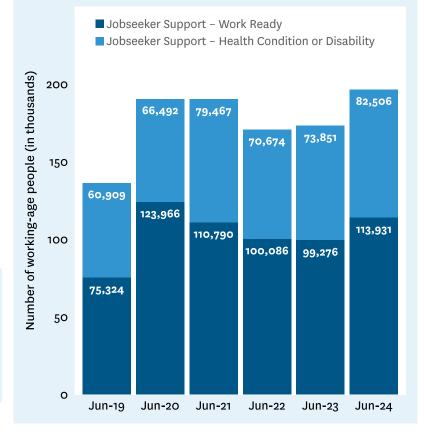
The proportion of the working-age population receiving this benefit increased to **6.2 percent**, up 0.7 percentage points from June 2023. Figure 2a: Number and proportion of people receiving Jobseeker Support at the end of the last six June quarters.



At the end of June 2024, **113,931 people** were receiving Jobseeker Support – Work Ready. This was up 14,655 or 14.8 percent when compared to June 2023.

At the end of June 2024, **82,506 people** were receiving Jobseeker Support – Health Condition or Disability. This was up 8,652 or 11.7 percent when compared to June 2023.

Jobseeker Support is for people who are actively looking for or preparing for work. It includes people with parttime work obligations and those who cannot look for work at the moment (e.g. those with a health condition, injury, or disability). Figure 2b: Number of people receiving Jobseeker Support by benefit type at the end of the last six June quarters.

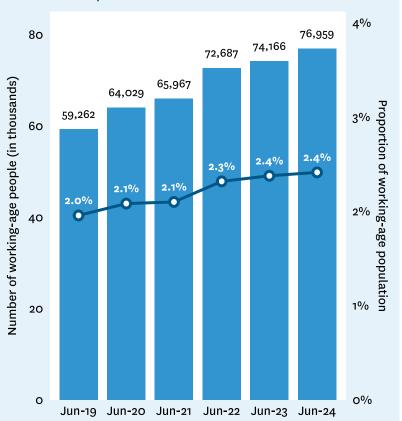


Main benefit assistance

Sole Parent Support

At the end of June 2024, **76,959 people** were receiving Sole Parent Support. This was up 2,790 or 2.3 percent when compared to June 2023.

The proportion of the working-age population receiving this benefit is **2.4 percent**, the same as this time last year, June 2023. Figure 3: Number and proportion of people receiving Sole Parent Support at the end of the last six June quarters.



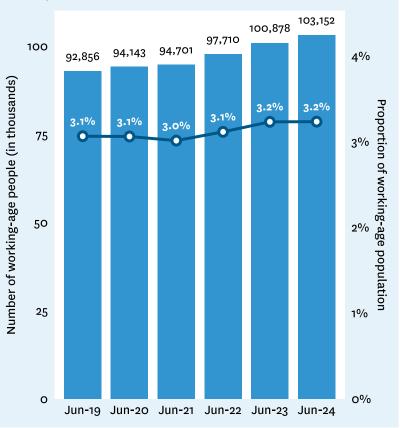
Sole Parent Support is for single parents with at least one dependent child under 14 years.

Supported Living Payment

At the end of June 2024, **103,152 people** were receiving Supported Living Payment. This was up 2,274 or 2.3 percent when compared to June 2023.

The proportion of the working-age population receiving this benefit is **3.2 percent**, the same as this time last year, June 2023.

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



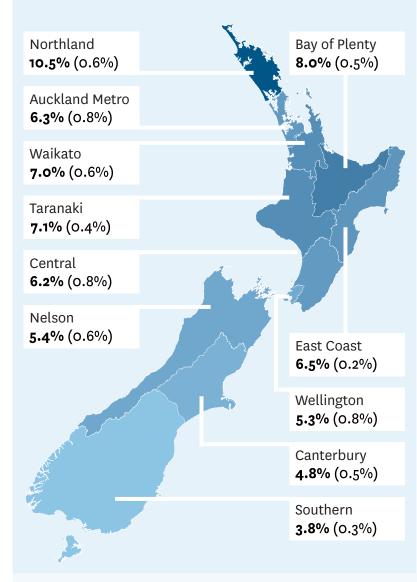
Main benefit assistance

Regional distribution of Jobseeker Support

Between June 2023 and June 2024, the proportion of the working-age population receiving Jobseeker Support increased in all regions.

The largest percentage point increase was seen in Auckland Metro, Central and Wellington (0.8 percent).

At the end of June 2024, Northland had the highest proportion receiving Jobseeker Support, at 10.5 percent. Figure 5: Regional distribution of Jobseeker Support as a proportion of the population by Work and Income region, as at June 2024.



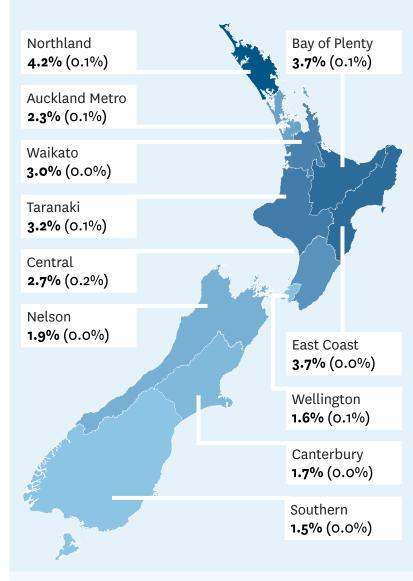
Figures in labels refer to 'working-age population proportion' and 'percentage point change' respectively. All percentages have been rounded to the nearest decimal point. As a result, a percentage point change may be displayed as zero.

Regional distribution of Sole Parent Support

Between June 2023 and June 2024, the proportion of the working-age population receiving Sole Parent Support remained the same or increased slightly in most regions.

The largest percentage point increase were seen in Central (0.2 percent).

At the end of June 2024, Northland had the highest proportion receiving Sole Parent Support, at 4.2 percent. Figure 6: Regional distribution of Sole Parent Support as a proportion of the population by Work and Income region, as at June 2024.



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.

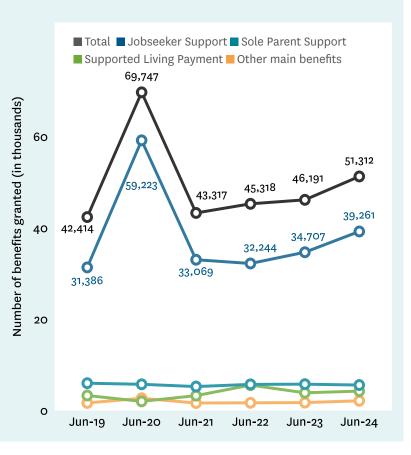
Main benefit grants and cancellations

Main benefit grants

There were 51,312 main benefits

granted in the June 2024 quarter, an increase of 5,121 or 11.1 percent from the June 2023 quarter.

There were **39,261 Jobseeker Support grants** in the June 2024 quarter, an increase of 4,554 or 13.1 percent from the June 2023 quarter. Figure 7: Number of main benefits granted during the last six June quarters.



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

Main benefit cancellations

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

There were 46,341 main benefit

cancellations in the June 2024 quarter, an increase of 1,824 or 4.1 percent from the June 2023 quarter.

There were **18,129 exits into work** in the June 2024 quarter, a decrease of 1,650 or 8.3 percent from the June 2023 quarter.

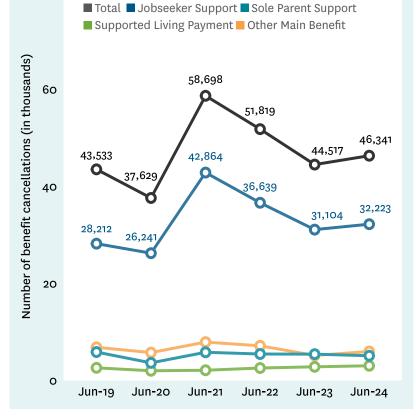
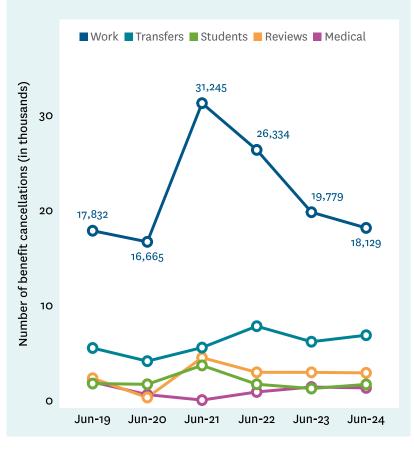


Figure 8b: Number of main benefit cancellations by selected reasons during the last six June quarters.



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

Main benefit grants and cancellations

Benefit sanctions

The number of sanctions issued during the June 2024 quarter was **10,389**, an increase of 3,630 or 53.7 percent from the June 2023 quarter.

> 12 11,400 10,389 10 Number of sanctions (in thousands) 7,533 8 6,759 5,583 6 4 2 162 0 Jun-19 Jun-20 Jun-21 Jun-22 Jun-23 Jun-24

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 2024 quarter, the main reasons for unfulfilled work obligation sanctions were **clients not attending appointments** including seminar appointments (6,069 sanctions) and **failing to prepare for work** (3,360 sanctions).

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

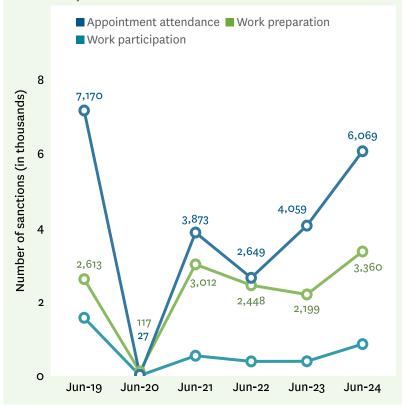
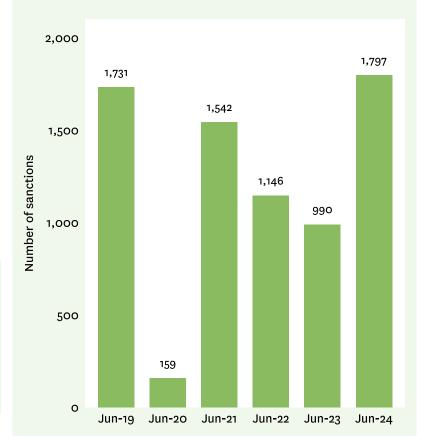


Figure 9a: Number of sanctions for unfulfilled work obligations during the last six June quarters.

At the end of June 2024, there were **1,797** graduated sanctions in place, an increase of 807 or 81.5 percent from the June 2023 quarter.

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



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.

Supplementary assistance

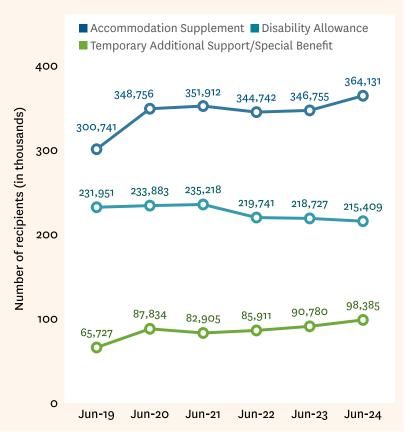
Between the end of June 2023 and the end of June 2024:

- the number of people receiving Accommodation Supplement increased by 17,376 or 5.0 percent
- the number of people receiving
 Disability Allowance decreased by
 3,318 or 1.5 percent
- the number of people receiving Temporary Additional Support/Special Benefit increased by 7,605 or 8.4 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 2024 quarter, there were **540,516** hardship assistance payments, worth **\$214.1 million**.

Compared with the June 2023 quarter, the number of hardship assistance payments was 11.1 percent lower, and the value of hardship payments was 13.8 percent lower. Figure 11a: Number of hardship payments provided during the quarter for the last six June quarters, by type of assistance.

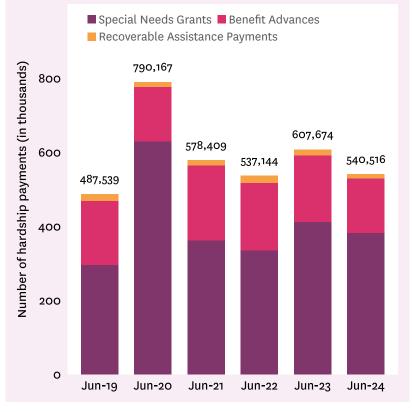
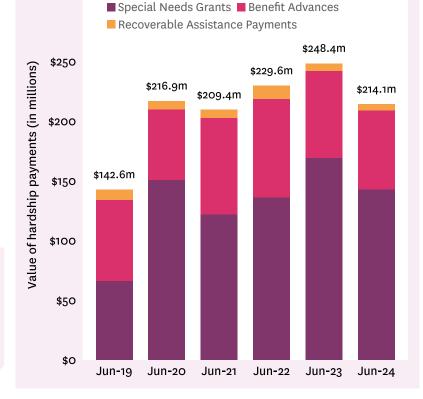


Figure 11b: Value of hardship payments provided during the quarter for the last six June quarters, by type of assistance.



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.

Reasons for hardship assistance

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

There were **291,495** Special Needs Grants for food during the June 2024 quarter, down 20,142 or 6.5 percent from the June 2023 quarter.

The value of these grants was **\$29.4 million**, down 12.1 percent from the June 2023 quarter.

There were **17,589** Emergency Housing Special Needs Grants during the June 2024 quarter, down 8,814 or 33.4 percent from the June 2023 quarter. The value of these grants was **\$61.6 million**, down 29.7 percent from the June 2023 quarter. Figure 12a: Number of Hardship provided during the last six June quarters by selected reason.

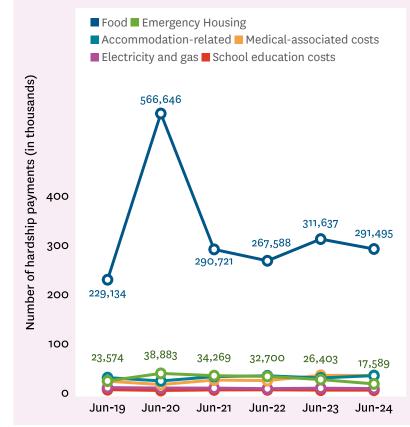
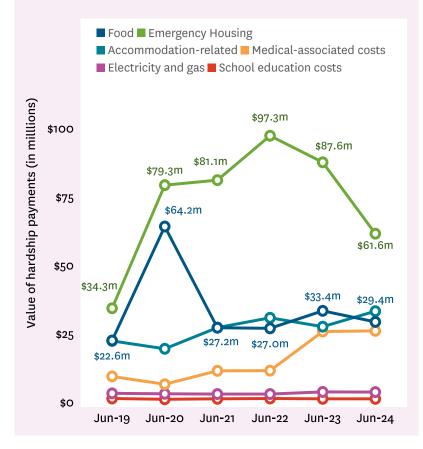


Figure 12b: Value of Special Needs Grants provided during the last six June quarters by selected reason.



Special Needs Grants

There were **381,306** Special Needs Grants in the June 2024 quarter, down 7.4 percent from the June 2023 quarter. The value of these grants was **\$142.5 million**, down 15.6 percent from the June 2023 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 **148,317** Benefit Advances provided during the June 2024 quarter, down 17.3 percent from the June 2023 quarter. The value of these grants was **\$66.5 million**, down 8.7 percent from the June 2023 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.

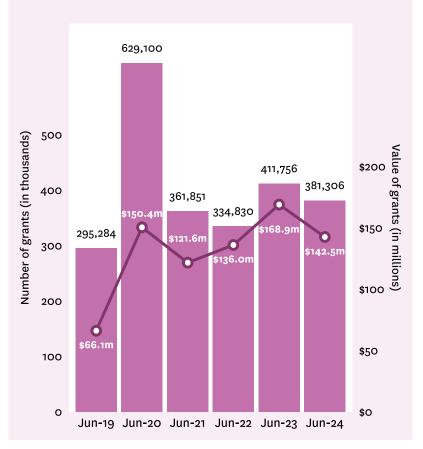
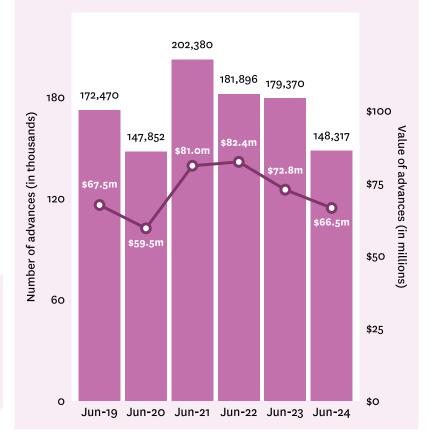


Figure 14: Number and value of Benefit Advances provided during the last six June quarters.



Hardship assistance