

Benefit Fact Sheets Snapshot

March 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-mar-23.pdf

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Main benefit assistance

Main benefits

At the end of March 2023, **345,417 people** were receiving a main benefit. This was down 2,922 or 0.8 percent when compared to March 2022.

The proportion of the working-age population receiving a main benefit also decreased to **11.0 percent**, down 0.1 percentage points from March 2022.



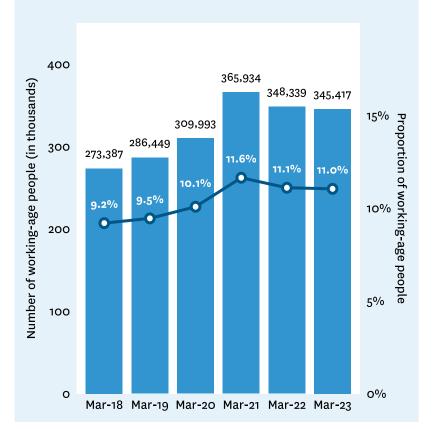
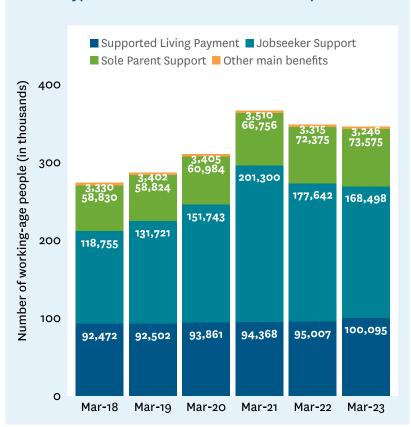


Figure 1b: Number of people receiving a main benefit by benefit type at the end of the last six March quarters.



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 March 2023, 168,498 people were receiving Jobseeker Support. This was down 9,144 or 5.1 percent when compared to March 2022.

The proportion of the working-age population receiving this benefit also decreased to **5.4 percent**, down 0.3 percentage points from March 2022.

At the end of March 2023, 96,885 people were receiving Jobseeker Support – Work Ready. This was down 3,969 or 3.9 percent when compared to March 2022.

At the end of March 2023,

71,616 people were receiving Jobseeker Support – Health Condition or Disability. This was down 5,175 or 6.7 percent when compared to March 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 March quarters.

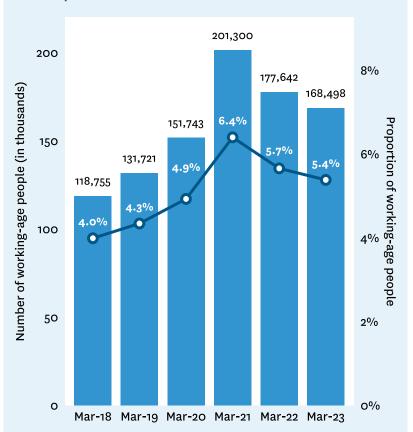
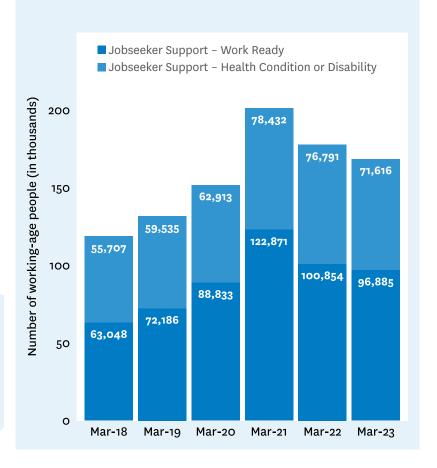


Figure 2b: Number of people receiving Jobseeker Support by benefit type at the end of the last six March quarters.



Sole Parent Support

At the end of March 2023, 73,575 people were receiving Sole Parent Support. This was up 1,200 or 1.7 percent when compared to March 2022.

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

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

Supported Living Payment

At the end of March 2023, 100,095 people were receiving Supported Living Payment. This was up 5,088 or 5.4 percent when compared to March 2022.

The proportion of working-age people receiving this benefit increased to **3.2 percent**, up 0.2 percentage points from March 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 March quarters.

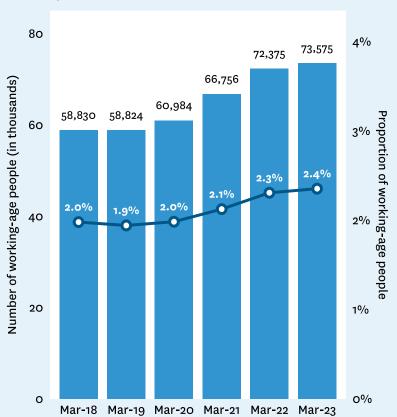
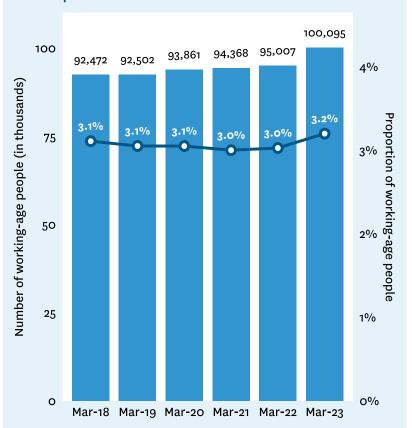


Figure 4: Number and proportion of people receiving Supported Living Payment at the end of the last six March quarters.



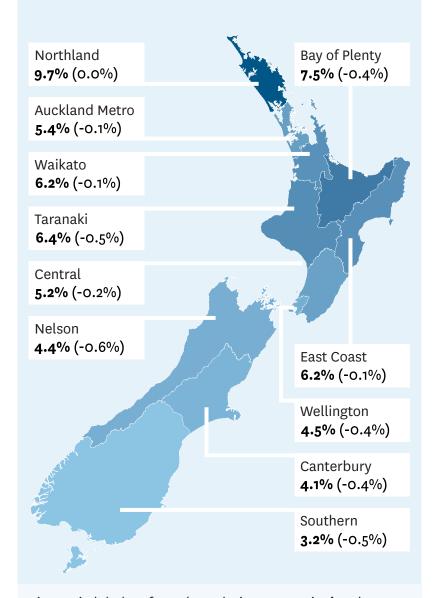
Regional distribution of Jobseeker Support

Between March 2022 and March 2023, the proportion of the working-age population receiving Jobseeker Support decreased or remained the same in all regions.

The largest percentage point decreases were seen in Nelson (0.6 percent), and Taranaki and Southern (both 0.5 percent).

At the end of March 2023, Northland had the highest proportion receiving Jobseeker Support, at 9.7 percent.

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



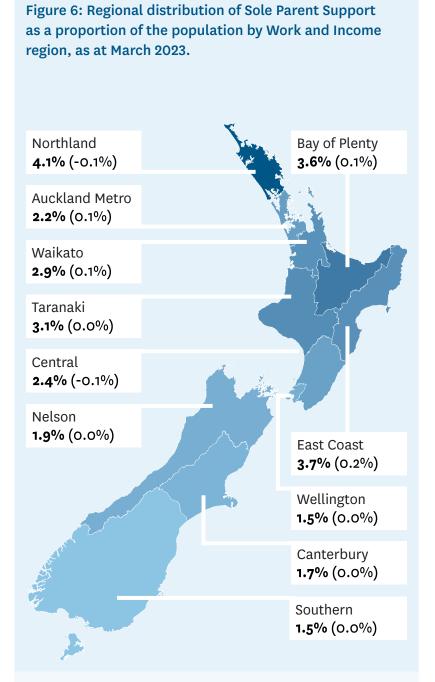
Figures in labels refer to 'population proportion' and 'percentage point change' respectively. All percentages have been rounded to the nearest decimal point. As a result, a percentage point change may be displayed as zero.

Regional distribution of Sole Parent Support

Between March 2022 and March 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 increase was seen in East Coast (0.2 percent).

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



Figures in labels refer to '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.

Benefit grants and cancellations

Benefit grants

There were **46,152** benefits granted in the March 2023 quarter, an increase of 333 or 0.7 percent from the March 2022 quarter. There were **33,171** Jobseeker Support grants in the March 2023 quarter, an increase of 597 or 1.8 percent from the March 2022 quarter.

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

six March quarters. ■ Total ■ Jobseeker Support ■ Sole Parent Support ■ Supported Living Payment ■ Other main benefits 60 Number of benefits granted (in thousands) 50,409 46,440 46,152 45,819 41,784 41,271 37,536 40 34,347 33,171 32,574 29,220 29,115 20 Mar-18 Mar-19 Mar-20 Mar-21 Mar-22

Figure 7: Number of benefits granted during the last

Benefit cancellations

There were **49,182** benefit cancellations in the March 2023 quarter, a decrease of 8,349 or 14.5 percent from the March 2022 quarter.

There were **21,981** exits into work in the March 2023 quarter, a decrease of 9,543 or 30.3 percent from the March 2022 quarter.



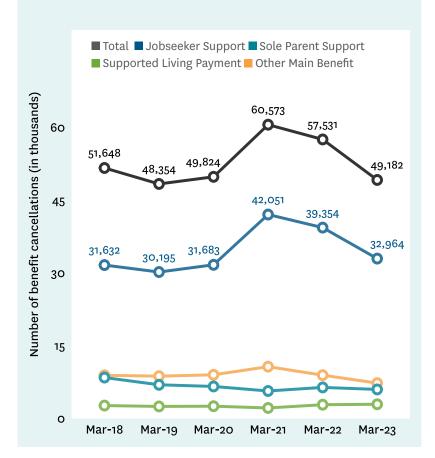
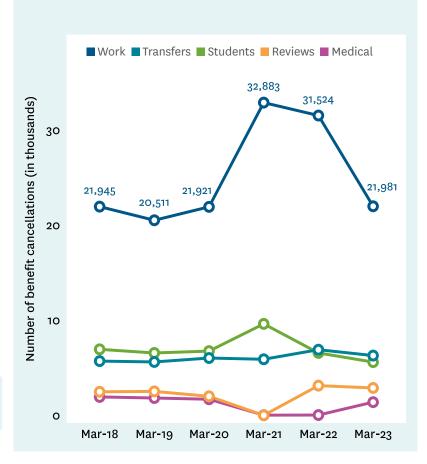


Figure 8b: Number of cancellations by selected reasons during the last six March quarters.



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

Benefit sanctions

The number of sanctions issued during the March 2023 quarter was **6,246**, an increase of 1,812 or 40.9 percent from the March 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 March 2023 quarter, the main reasons for unfulfilled work obligation sanctions were clients not attending appointments (including seminar appointments; 3,225 sanctions) and failing to prepare for work (2,712 sanctions).

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

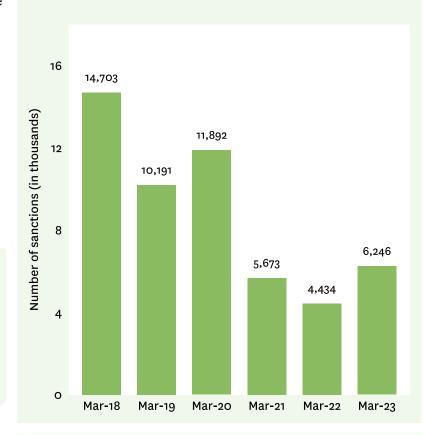
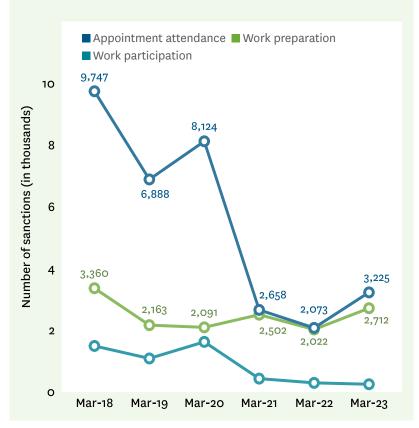


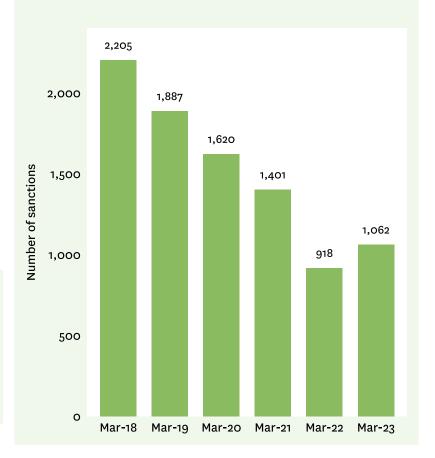
Figure 9b: Number of sanctions for unfulfilled work obligations by reason during the last six March quarters.



At the end of March 2023, there were **1,062** graduated sanctions actively in place, an increase of 144 or 15.7 percent from the March 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 active at the end of the last six March quarters.



Supplementary assistance

0

Mar-18

Mar-19

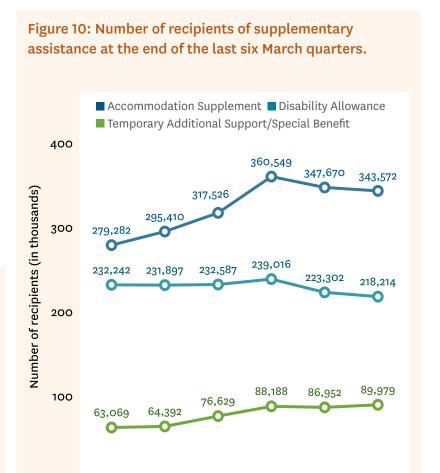
Between the end of March 2022 and the end of March 2023:

- the number of people receiving Accommodation Supplement decreased by 4,098 or 1.2 percent
- the number of people receiving
 Disability Allowance increased by
 3,027 or 3.5 percent
- the number of people receiving Temporary Additional Support/Special Benefit decreased by 5,088 or 2.3 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.



Mar-20

Mar-21

Mar-22

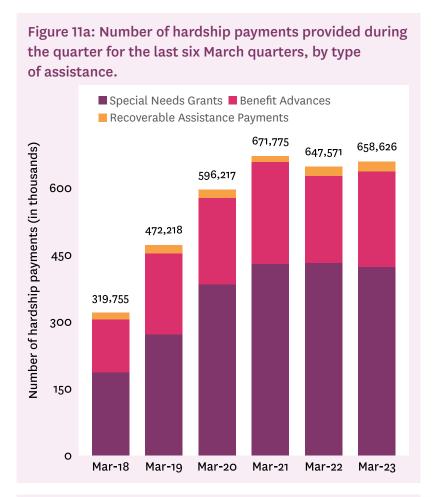
Mar-23

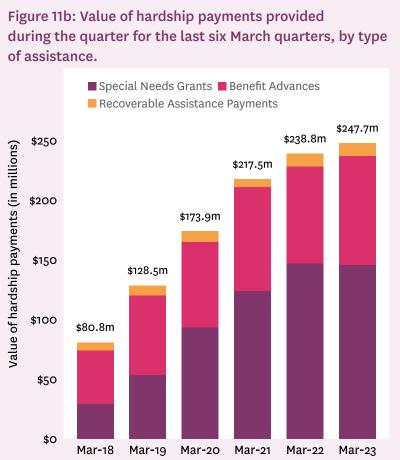
Hardship assistance

Total hardship assistance

During the March 2023 quarter, there were **658,626** hardship assistance payments, worth **\$247.7** million.

Compared with the March 2022 quarter, the number of hardship assistance payments was 1.7 percent higher, and the value of hardship payments was 3.7 percent higher.





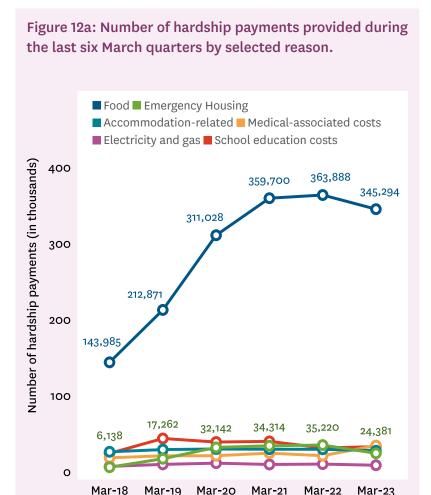
Hardship assistance includes, but is not limited to: Special Needs Grants, Benefit Advances, and Recoverable Assistance Payments. These forms of assistance are designed to help people who have immediate needs.

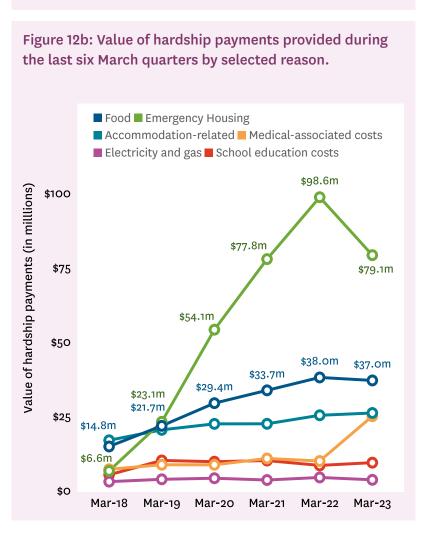
Reasons for hardship assistance

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

There were **345,294** Special Needs Grants for food in the March 2023 quarter, down 18,594 or 5.1 percent from the March 2022 quarter. The value of these grants was **\$37.0 million**, down 2.6 percent from the March 2022 quarter.

There were **24,381** Emergency Housing Special Needs Grants during the March 2023 quarter, down 10,839 or 30.8 percent from the March 2022 quarter. The value of these grants was **\$79.1** million, down 19.8 percent from the March 2022 quarter.





Special Needs Grants

There were **422,664** Special Needs Grants in the March 2023 quarter, down 1.9 percent from the March 2022 quarter. The value of these grants was **\$145.5 million**, down 0.9 percent from the March 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 **213,651** Benefit Advances provided during the March 2023 quarter, up 9.2 percent from the March 2022 quarter. The value of these advances was **\$91.3** million, up 12.2 percent from the March 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 March quarters.

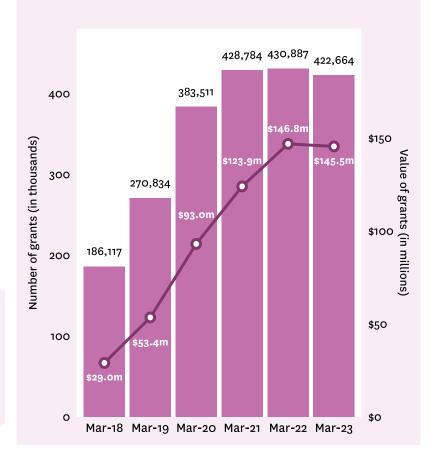


Figure 14: Number and value of Benefit Advances provided during the last six March quarters.

