

# Budget 2017 & Treasury's Living Standards Framework

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# 2017 Budget

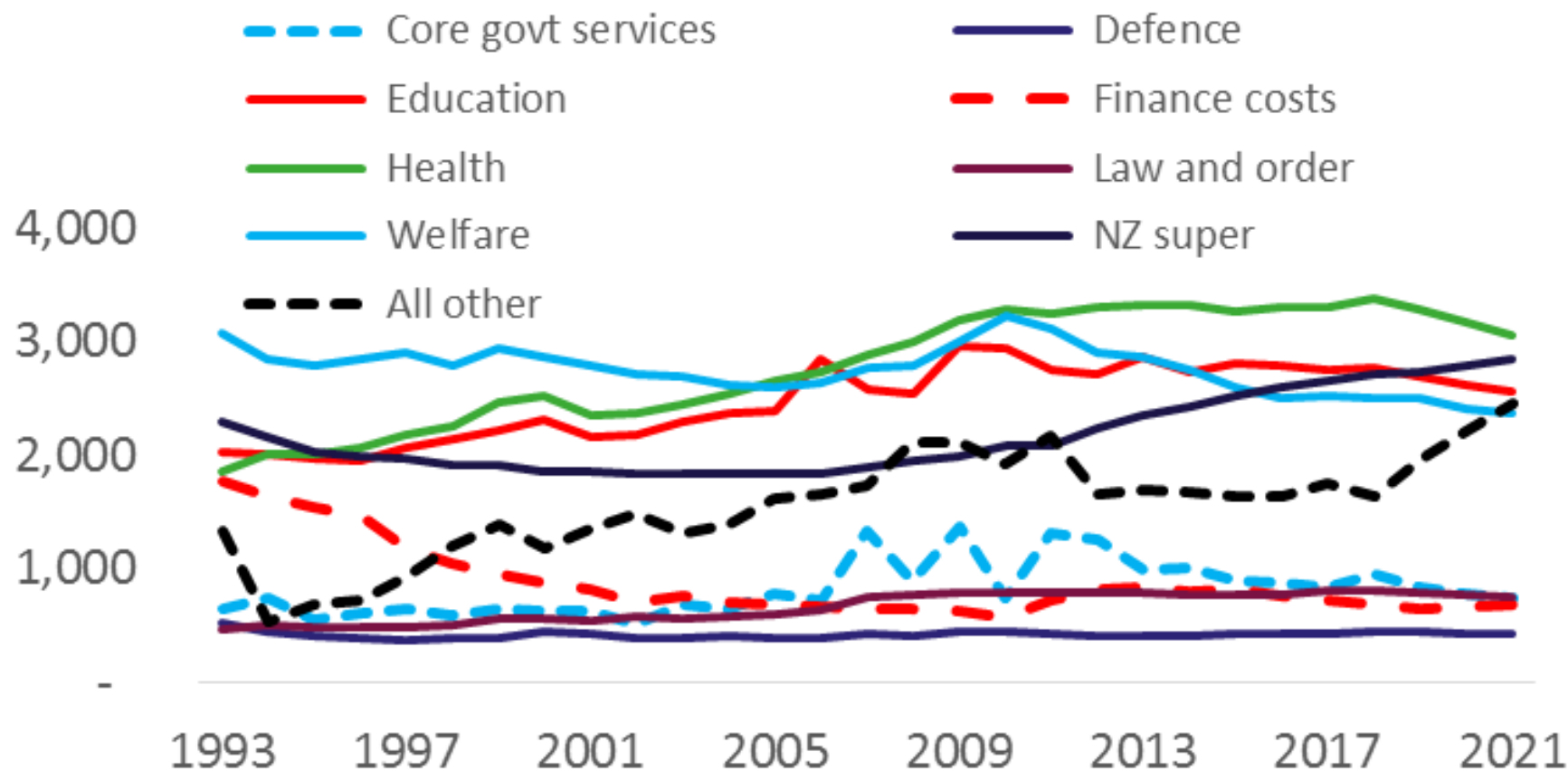
- A classic centre-right budget:
- Leave more money in people's own pockets
  - By cutting income taxes
- Restrain government expenditure
- With one exception:
  - giving money to some who don't need it
  - i.e. many superannuitants



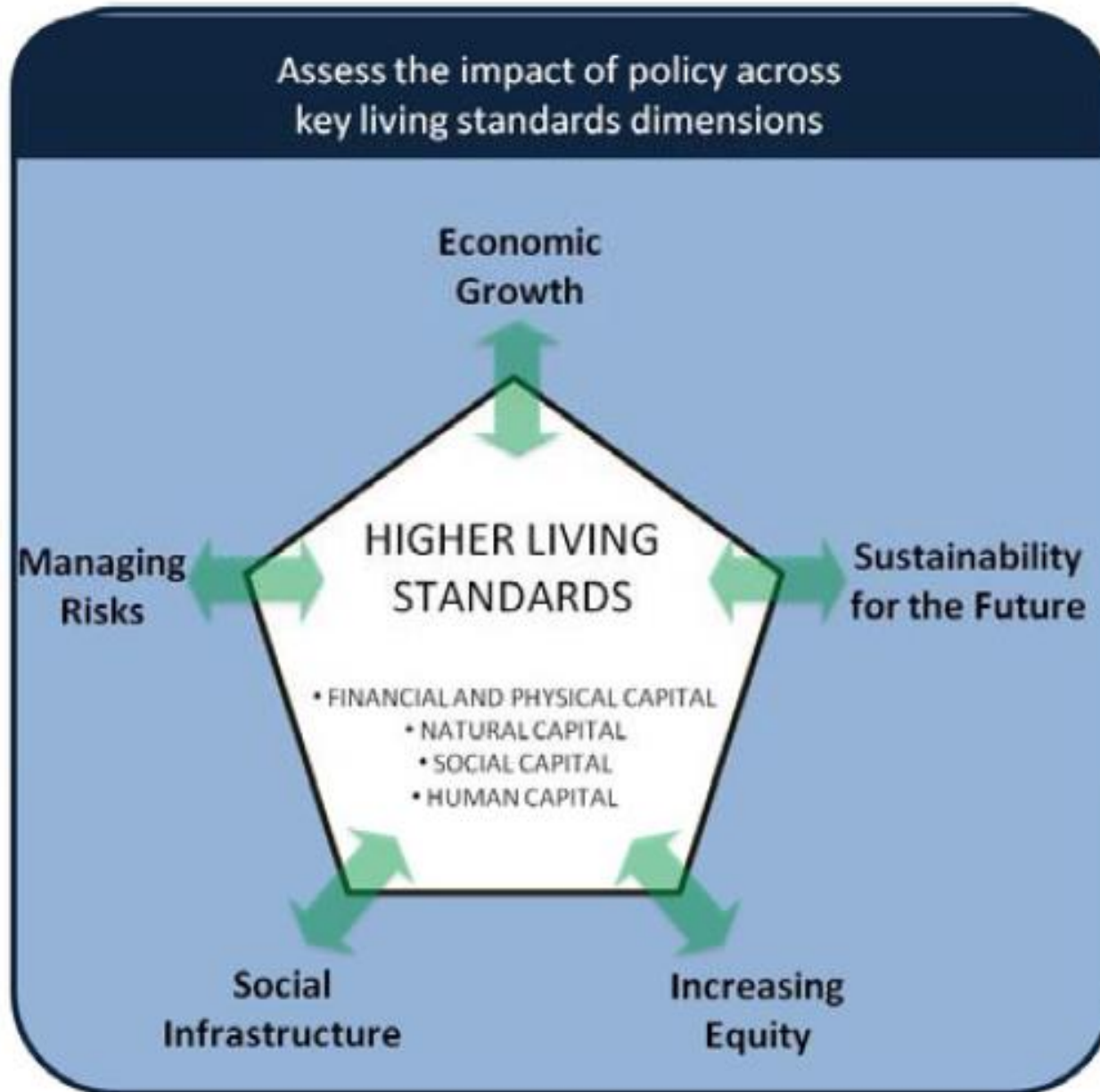
## Real spending per capita Per week



## Annual Real per capita spending



# Treasury Living Standards Framework



# Has the LSF influenced the Budget?

LSF Topic	Budget Speech Mentions	
	2016	2017
living standards / wellbeing / well-being	0	0
welfare	3	0
sustainability	0	0
fairness/fair/equity (excl pay equity)	0	0
social infrastructure	0	0
- infrastructure - other	7	17
risks	0	2
- risk	5	1
economic growth / GDP growth	3	3
pop growth/grow'g pop/(im)migration	2	3
growth - other	5	10

# Has the LSF influenced the Budget?

LSF Topic	Budget Speech Mentions	
	2016	2017
capital	4	7
natural K	0	0
social K	0	0
human K	0	0
physical/financial K	0	0
housing /house / houses	11	14
social investment	8	5
investment - other	13	19
debt	13	5
<b>vision / strategy / strategic</b>	<b>0</b>	<b>0</b>
<b>plan</b>	<b>0</b>	<b>5</b>

# Economic Indicators

# 2017 BEFU

## June Years

Annual average % change

Private consumption

Public consumption

## TOTAL CONSUMPTION

Residential investment

Business investment

## TOTAL INVESTMENT

Stock change (contribution to growth)

## GROSS NATIONAL EXPENDITURE

Exports

Imports

## EXPENDITURE ON GDP

GDP (production measure)

- annual % change

Real GDP per capita

Nominal GDP (expenditure basis)

GDP deflator

Output gap (% deviation, June year average)

Employment

Unemployment (% June quarter s.a.)

Wages (average ordinary-time hourly, ann % change)

CPI inflation (ann % change)

Merchandise terms of trade (SNA basis)

House prices (ann % change)

Current account balance - \$billion

Current account balance - % of GDP

TWI (June quarter)

90-day bank bill rate (June quarter)

10-year bond rate (June quarter)



# Treasury Living Standards Framework

