



# Cabinet

CAB Min (07) 12/1(30)

## Minute of Decision

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Minister of Labour

### Copies to:

Prime Minister  
Deputy Prime Minister  
Minister of Finance  
Hon Jim Anderton  
Associate Minister of Finance  
(Hon Trevor Mallard)  
Controller and Auditor-General

## 2007 Budget Package: Vote Labour

On 19 April 2007, Cabinet:

1. **approved** the Budget initiatives for the above Vote for inclusion in the 2007 Budget package, as listed in the summary below and detailed in the attached initiative documents;

### Summary of initiatives included in the attached initiative documents:

#### Operating Initiatives (Impact on Operating Balance)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2006/07	2007/08	2008/09	2009/10	2010/11& Outyears
3884	Employment Relations Education Fund	-	(0.750)	0.500	0.250	-
4220	Information Communication Technology Infrastructure Investment	-	0.351	0.899	1.392	1.589
<b>Total Operating</b>		-	<b>(0.399)</b>	<b>1.399</b>	<b>1.642</b>	<b>1.589</b>

**Capital Initiatives (Impact on Debt)**

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2006/07	2007/08	2008/09	2009/10	2010/11 & Outyears
4220	Information Communication Technology Infrastructure Investment	-	5.508	6.065	4.699	-
<b>Total Capital</b>		-	<b>5.508</b>	<b>6.065</b>	<b>4.699</b>	-

2. **agreed** to establish new appropriations where required to implement these initiatives, as described in the attached initiative documents;
3. **approved** the changes to appropriations and/or projected balances of net assets of the administering department (where applicable) to implement the initiatives, as set out in the attached initiative documents;
4. **approved** the additional recommendations (where applicable) to give effect to the initiatives, as set out in the attached initiative documents;
5. **agreed** that the proposed changes to appropriations and/or projected balances of net assets for 2006/07 above be included in the 2006/07 Supplementary Estimates and that, in the interim, the increases be met from Imprest Supply;
6. **authorised** the Minister of Finance and the Vote Minister to approve jointly any technical adjustments to baselines necessary to remove any errors or inconsistencies identified while finalising the 2006/07 Supplementary Estimates, the 2007/08 Estimates and the fiscal forecasts;
7. **noted** that all communications relating to the 2007 Budget are co-ordinated by a Budget communications committee, and that any requests for early announcement will need to have both the written approval of the Minister of Finance and sign-off from the Prime Minister's office.

Secretary of the Cabinet

Reference: CAB (07) 135, CAB (07) 135A

**Vote:** Labour

**Title:** Employment Relations Education Fund

**Description:** The purpose of this bid is to align expected contracting timeframes with financial years. This fund provides access to employment relations and health and safety courses across industry sectors to build capacity in workplaces for a sustained growth of knowledge and best practice in workplaces.

**Theme:** Economic Transformation

**Theme Objective:** Firms' innovative capacity

## Performance Information

### Performance Text

This initiative is to align expected contracting timeframes with financial years, otherwise the Department will be required to request expense transfer on an annual basis.

## Appropriation Changes

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11& Outyears
Operating Balance Impact	-	(0.750)	0.500	0.250	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>(0.750)</b>	<b>0.500</b>	<b>0.250</b>	-

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11& Outyears
Non-Departmental Output Expenses: Employment Relations Education Contestable Fund	-	(0.750)	0.500	0.250	-
<b>Total Operating</b>	-	<b>(0.750)</b>	<b>0.500</b>	<b>0.250</b>	-
<b>Total Capital</b>	-	-	-	-	-

**Initiative No: 4220****Vote:** Labour**Title:** Information Communication Technology Infrastructure Investment**Description:** Development of an ICT infrastructure and systems, and provision of funding for internal expertise to deliver ICT services, that meet Department objectives and align with strategies. The current systems are old, basic and are struggling to meet the Department's needs.**Theme:** Economic Transformation**Theme Objective:** Foundation skills**Performance Information****Performance Text**

An upgraded ICT infrastructure is essential to achieve business change, facilitate information use across the Department, and establish a stable, consistent platform improving service levels. Increased security will enable external service delivery, reducing risks. Business continuity will ensure applications achieve high availability. A business case detailing project plans, timelines, deliverables and budget will be consulted with Treasury, SSC and submitted to Joint Ministers in June 2007.

**Appropriation Changes**

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11 & Outyears
Operating Balance Impact	-	0.351	0.899	1.392	1.589
Debt Impact	-	5.508	6.065	4.699	-
No Impact	-	0.034	0.104	0.169	0.199
<b>Total</b>	-	<b>5.893</b>	<b>7.068</b>	<b>6.260</b>	<b>1.788</b>

## Initiative No: 4220

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11 & Outyears
Departmental Output Expenses (General):					
International Services (funded by Revenue Crown)	-	0.001	0.003	0.005	0.006
Policy Advice - Labour (funded by Revenue Crown)	-	0.050	0.133	0.207	0.238
Services to Promote and Support Fair and Productive Employment Relationships (funded by Revenue Crown)	-	0.127	0.330	0.514	0.588
Services to Promote and Support Safe and Healthy People and Workplaces (funded by Revenue Crown)	-	0.189	0.491	0.764	0.875
Services to Promote and Support the Safe Management of Hazardous Substances in the Workplace and Amusement Devices (funded by Revenue Crown)	-	0.018	0.046	0.071	0.081
Net Asset Schedule:					
Capital Investment	-	5.508	6.065	4.699	-
<b>Total Operating</b>	-	<b>0.385</b>	<b>1.003</b>	<b>1.561</b>	<b>1.788</b>
<b>Total Capital</b>	-	<b>5.508</b>	<b>6.065</b>	<b>4.699</b>	-

**Additional Recommendation**

**noted** that operating funding for this initiative is also being sought under Votes Employment, ACC and Immigration.