



Cabinet

CAB Min (07) 12/1(39)

Minute of Decision

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Prime Minister

Copies to:

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

2007 Budget Package: Vote Prime Minister and Cabinet

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
4386	Maintaining DPMC Capability	-	1.230	1.230	1.230	1.230
Total Operating		-	1.230	1.230	1.230	1.230

Capital Initiatives (Impact on Debt)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2006/07	2007/08	2008/09	2009/10	2010/11& Outyears
4413	Restoration of Government House Wellington	-	2.000	-	-	-
Total Capital		-	2.000	-	-	-

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: Prime Minister and Cabinet

Title: Maintaining Department of the Prime Minister and Cabinet (DPMC) Capability

Description: Funding to maintain and enhance capability so that DPMC can continue to meet the increasing expectations of it in terms of leadership, high standard of performance, and the complex output requirements such as supporting emergency planning, legislative requirements and risk management.

Theme: Other

Theme Objective: Other

Performance Information

Performance Text

Additional funding is required to ensure that DPMC continues to safely deliver its outputs to the high standard required by the Prime Minister, the Governor-General and the Cabinet. DPMC's Statement of Intent states that "To improve performance over the next three years, DPMC will continue to focus on assessment, management and enhancement of capability in some key priority areas." It is crucial that the Prime Minister is well informed and supported on a range of policy and wider issues.

Appropriation Changes

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11 & Outyears
Operating Balance Impact	-	1.230	1.230	1.230	1.230
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	1.230	1.230	1.230	1.230

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11 & Outyears
Departmental Output Expenses (General):					
Intelligence Assessments on Developments Overseas (funded by Revenue Crown)	-	0.302	0.302	0.302	0.302
Policy Advice and Secretariat and Coordination Services (funded by Revenue Crown)	-	0.874	0.874	0.874	0.874
Support Services to the Governor-General and Maintenance of Government House New Zealand (funded by Revenue Crown)	-	0.054	0.054	0.054	0.054
Total Operating	-	1.230	1.230	1.230	1.230
Total Capital	-	-	-	-	-

Initiative No: 4413

Vote: Prime Minister and Cabinet**Title:** Restoration of Government House Wellington**Description:** There is strong evidence of service failure in many parts of Government House. The House requires restoration to be fit for purpose. \$2.000 million is required in 2007/08 to obtain resource consents and complete detailed design. Budget 2008 will seek funding for construction costs.**Theme:** National Identity**Theme Objective:** Connecting to our heritage**Performance Information****Performance Text**

The maintenance of Government House is a key Service Performance objective for DPMC. Government House is a Grade 1 Heritage building and an important part of NZ's cultural fabric, integral to our sense of nationhood. Heritage policy requires that the building is maintained.

The project will remove shortcomings in serviceability and ensure compliance with regulatory requirements. It will also propose options for enhanced sustainability in line with Govt3 and Energy Efficiency and Conservation Authority initiatives and policies.

Appropriation Changes

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11& Outyears
Operating Balance Impact	-	-	-	-	-
Debt Impact	-	2.000	-	-	-
No Impact	-	-	-	-	-
Total	-	2.000	-	-	-

	\$m - increase/(decrease)				
	2006/07	2007/08	2008/09	2009/10	2010/11& Outyears
Capital Expenditure: Government House - Capital Investment	-	2.000	-	-	-
Total Operating	-	-	-	-	-
Total Capital	-	2.000	-	-	-