

The Treasury

Budget 2012 Information Release

Release Document

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Key to sections of the Official Information Act 1982 under which information has been withheld.

Certain information in this document has been withheld under one or more of the following sections of the Official Information Act, as applicable:

- [1] 6(a) - to prevent prejudice to the security or defence of New Zealand or the international relations of the government
- [2] 6(c) - to prevent prejudice to the maintenance of the law, including the prevention, investigation, and detection of offences, and the right to a fair trial
- [3] 9(2)(a) - to protect the privacy of natural persons, including deceased people
- [4] 9(2)(b)(ii) - to protect the commercial position of the person who supplied the information or who is the subject of the information
- [5] 9(2)(d) - to avoid prejudice to the substantial economic interests of New Zealand
- [6] 9(2)(f)(iv) - to maintain the current constitutional conventions protecting the confidentiality of advice tendered by ministers and officials
- [7] 9(2)(g)(i) - to maintain the effective conduct of public affairs through the free and frank expression of opinions
- [8] 9(2)(h) - to maintain legal professional privilege
- [9] 9(2)(i) - to enable the Crown to carry out commercial activities without disadvantage or prejudice
- [10] 9(2)(j) - to enable the Crown to negotiate without disadvantage or prejudice
- [11] 9(2)(k) - to prevent the disclosure of official information for improper gain or improper advantage
- [12] 9(2)(ba)(i) - to prevent prejudice to the supply of similar information, or information from the same source, and it is in the public interest that such information should continue to be supplied.

Where information has been withheld, a numbered reference to the applicable section of the Official Information Act has been made, as listed above. For example, an [4] appearing where information has been withheld in a release document refers to section 9(2)(b)(ii).

In preparing this Information Release, the Treasury has considered the public interest considerations in section 9(1) of the Official Information Act.



Minute of Decision

This document contains information for the New Zealand Cabinet. It must be treated in confidence and handled in accordance with any security classification, or other endorsement. The information can only be released, including under the Official Information Act 1982, by persons with the appropriate authority.

Budget 2012: Vote Science and Innovation

On 23 April 2012, Cabinet:

- 1 **approved** the Budget initiatives for the above Vote for inclusion in the 2012 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)				
		2011/12	2012/13	2013/14	2014/15	2015/16 & Outyears
7276 and 7274	National Science Challenges	-	15.000	15.000	15.000	15.000
7277 and 7273	Advanced Technology Institute	-	11.871	20.000	30.000	30.000
7355	Australian Synchrotron	-	7.500	1.500	1.500	1.500
7440	High Value Manufacturing and Services Capability Funding	-	-	2.000	2.000	2.000
Total Operating		-	34.371	38.500	48.500	48.500

Capital Initiatives (Impact on Debt)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2011/12	2012/13	2013/14	2014/15	2015/16 & Outyears
7273	Advanced Technology Institute - Non Departmental	-	11.900	20.000	20.600	23.600
Total Capital		-	11.900	20.000	20.600	23.600

- 2 **approved** the changes to appropriations to implement the initiatives, as set out in the attached initiative documents;
- 3 **approved** the additional recommendation to give effect to the initiatives, as set out in the attached initiative documents;

- 4 **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 2011/12 Supplementary Estimates, the 2012/13 Estimates and the fiscal forecasts;
- 5 **authorised** the chief executives of departments that monitor Crown entities directly affected by decisions in this minute to inform the chair and/or chief executive of a Crown entity, on a budget-in-confidence-until-budget-day basis, of decisions that directly affect that Crown entity for the purpose of planning and preparation of their Statement of Intent;
- 6 **noted** that all communications relating to the 2012 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

References: CAB (12) 154; CAB (12) 155

Vote: Science and Innovation

Title: National Science Challenges

Description: To find innovative solutions to some of the most fundamental issues that New Zealand faces in its future development.

Appropriation Changes

	\$m - increase/(decrease)				
	2011/12	2012/13	2013/14	2014/15	2015/16 & Outyears
Operating Balance Impact	-	15.000	15.000	15.000	15.000
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	15.000	15.000	15.000	15.000

	\$m - increase/(decrease)				
	2011/12	2012/13	2013/14	2014/15	2015/16 & Outyears
Departmental Output Expense:					
Advice and Support on Shaping the Science and Innovation System (MCOA)					
Science and Innovation Contract Management (funded by revenue Crown)	-	0.500	0.500	0.500	0.500
Non-Departmental Output Expense:					
National Science Challenges	-	14.500	14.500	14.500	14.500
Total Operating	-	15.000	15.000	15.000	15.000
Total Capital	-	-	-	-	-

Initiative Nos: 7277 and 7273

Vote: Science and Innovation

Title: Advanced Technology Institute

Description: Funding to transform Industrial Research Limited into the Advanced Technology Institute to work with the high technology manufacturing and services sector.

Appropriation Changes

	\$m - increase/(decrease)					
	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17 & Outyears
Operating Balance Impact	-	11.871	20.000	30.000	30.000	30.000
Debt Impact	-	11.900	20.000	20.600	23.600	-
No Impact	-	-	-	-	-	-
Total	-	23.771	40.000	50.600	53.600	30.000

	\$m - increase/(decrease)					
	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17 & Outyears
Departmental Output Expense: Advice and Support on Shaping the Science and Innovation System (MCOA)						
Strategic Leadership in the Science and Innovation Sector (funded by revenue Crown)	-	1.871	-	-	-	-
Non-Departmental Output Expenses: High Value Manufacturing and Services Research	-	10.000	20.000	30.000	30.000	30.000
Non-Departmental Capital Expenditure: Advanced Technology Institute	-	11.900	20.000	20.600	23.600	-
Total Operating	-	11.871	20.000	30.000	30.000	30.000
Total Capital	-	11.900	20.000	20.600	23.600	-

Initiative No: 7355

Vote: Science and Innovation

Title: Australian Synchrotron

Description: Funding for New Zealand's contribution to the Australian Synchrotron. Funding to be transferred from the Research Infrastructure Contingency.

Appropriation Changes

	\$m - increase/(decrease)				
	2011/12	2012/13	2013/14	2014/15	2015/16 & Outyears
Operating Balance Impact	-	7.500	1.500	1.500	1.500
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	7.500	1.500	1.500	1.500

	\$m - increase/(decrease)				
	2011/12	2012/13	2013/14	2014/15	2015/16 & Outyears
Non-Departmental Other Expense:					
Australian Synchrotron	-	7.500	1.500	1.500	1.500
Total Operating	-	7.500	1.500	1.500	1.500
Total Capital	-	-	-	-	-

Additional Recommendation

- 7 **authorised** the Minister of Finance and the Minister of Science and Innovation jointly to approve the draw-down of the Australian Synchrotron funding, following the submission of a satisfactory business case.

Initiative No: 7440**Vote:** Science and Innovation**Title:** High Value Manufacturing and Services Capability Funding**Description:** Expansion of capability funding in the High Value Manufacturing and Services sector. Funding to be transferred from the Research Infrastructure contingency.**Appropriation Changes**

	\$m - increase/(decrease)				
	2011/12	2012/13	2013/14	2014/15	2015/16 & Outyears
Operating Balance Impact	-	-	2.000	2.000	2.000
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	-	2.000	2.000	2.000

	\$m - increase/(decrease)				
	2011/12	2012/13	2013/14	2014/15	2015/16 & Outyears
Non-Departmental Output Expense:					
High Value Manufacturing and Services Research	-	-	2.000	2.000	2.000
Total Operating	-	-	2.000	2.000	2.000
Total Capital	-	-	-	-	-