

The Treasury

Budget 2011 Information Release

Release Document

June 2011

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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] 9(2)(a) - to protect the privacy of natural persons, including deceased people
- [2] 9(2)(f)(iv) - to maintain the current constitutional conventions protecting the confidentiality of advice tendered by ministers and officials
- [3] 9(2)(g)(i) - to maintain the effective conduct of public affairs through the free and frank expression of opinions
- [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)(k) - to prevent the disclosure of official information for improper gain or improper advantage
- [6] 9(2)(j) - to enable the Crown to negotiate without disadvantage or prejudice
- [7] 6(a) - to prevent prejudice to the security or defence of New Zealand or the international relations of the government
- [8] 9(2)(h) - to maintain legal professional privilege
- [9] 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
- [10] 9(2)(d) - to avoid prejudice to the substantial economic interests of New Zealand
- [11] 9(2)(i) - to enable the Crown to carry out commercial activities without disadvantage or prejudice.

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 [8] appearing where information has been withheld in a release document refers to section 9(2)(h).

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 2011: Vote State Services

On 11 April 2011, Cabinet:

- 1 **approved** the Budget initiatives for the above Vote for inclusion in the 2011 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)				
		2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
6618	Remuneration and Related Employment Costs of Chief Executives	(0.422)	(0.757)	(0.510)	(0.257)	-
6619	Efficiency Savings	(0.317)	(0.250)	(0.500)	(0.650)	(0.800)
Total Operating		(0.739)	(1.007)	(1.010)	(0.907)	(0.800)

Capital Initiatives (Impact on Debt)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
6702	Departmental Capital Expenditure Savings	(1.270)	(0.500)	(0.680)	(1.700)	(1.700)
Total Capital		(1.270)	(0.500)	(0.680)	(1.700)	(1.700)

- 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 **agreed** that the changes to appropriations and/or projected balances of net assets for 2010/11 above be included in the 2010/11 Supplementary Estimates and that, in the interim, the increases be met from Imprest Supply;
- 5 **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 2010/11 Supplementary Estimates, the 2011/12 Estimates and the fiscal forecasts;
- 6 **noted** that all communications relating to the 2011 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 (11) 187; CAB (11) 190

Vote: State Services

Title: Remuneration and Related Employment Costs of Chief Executives

Description: Fiscal restraint resulting in a reduction in Remuneration and Related Employment Costs of Chief Executives.

Appropriation Changes

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Operating Balance Impact	(0.422)	(0.757)	(0.510)	(0.257)	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	(0.422)	(0.757)	(0.510)	(0.257)	-

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Non-Departmental Other Expenses:					
Remuneration and Related Employment Costs of Chief Executives	(0.422)	(0.757)	(0.510)	(0.257)	-
Total Operating	(0.422)	(0.757)	(0.510)	(0.257)	-
Total Capital	-	-	-	-	-

Initiative No: 6619

Vote: State Services

Title: Efficiency Savings

Description: Return of efficiency savings from Departmental Operating Expenses.

Appropriation Changes

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Operating Balance Impact	(0.317)	(0.250)	(0.500)	(0.650)	(0.800)
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	(0.317)	(0.250)	(0.500)	(0.650)	(0.800)

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Departmental Output Expenses:					
Chief Executive and Agency Performance Management (funded by revenue Crown)	(0.193)	(0.153)	(0.305)	(0.397)	(0.488)
Public Management System (funded by revenue Crown)	(0.124)	(0.097)	(0.195)	(0.253)	(0.312)
Total Operating	(0.317)	(0.250)	(0.500)	(0.650)	(0.800)
Total Capital	-	-	-	-	-

Initiative No: 6702

Vote: State Services

Title: Departmental Capital Expenditure Savings

Description: A reduction in Departmental Capital Expenditure resulting from revised costings and market conditions.

Appropriation Changes

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Operating Balance Impact	-	-	-	-	-
Debt Impact	(1.270)	(0.500)	(0.680)	(1.700)	(1.700)
No Impact	-	-	-	-	-
Total	(1.270)	(0.500)	(0.680)	(1.700)	(1.700)

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Net Asset Schedule of the State Services Commission:					
Capital Investment	(1.270)	(0.500)	(0.680)	(1.700)	(1.700)
Total Operating	-	-	-	-	-
Total Capital	(1.270)	(0.500)	(0.680)	(1.700)	(1.700)