

The Treasury

Budget 2011 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] 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
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- [6] 9(2)(j) - to enable the Crown to negotiate without disadvantage or prejudice
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- [8] 9(2)(h) - to maintain legal professional privilege
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- [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 Maori Affairs

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
6749	Maori Engagement in the Constitutional Review	-	0.500	1.500	-	-
6751	Ma Te Reo Fund	-	2.000	-	-	-
6752	Iwi Radio Funding	-	0.600	-	-	-
6753	National Powhiri	-	0.100	-	-	-
6754	Maori Potential Funds - Reprioritised	-	(3.200)	(1.500)	-	-
6755	Taumarunui Lease Compensation	0.250	-	-	-	-
6758	Whanau Ora Expansion	-	10.000	5.000	5.000	5.000
6947	Payments to Housing New Zealand Corporation - Reprioritised	-	-	-	-	-
Total Operating		0.250	10.000	5.000	5.000	5.000

- 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 to implement the initiatives, as set out in the attached initiative documents;
- 4 **approved** the additional recommendations to give effect to the initiatives, as set out in the attached initiative documents;

- 5 **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;
- 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 2010/11 Supplementary Estimates, the 2011/12 Estimates and the fiscal forecasts;
- 7 **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;
- 8 **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

Initiative No: 6749

Vote: Maori Affairs

Title: Maori Engagement in the Constitutional Review

Description: To provide advice on the Constitutional Review, including how the views of Maori (iwi, hapu, whanau) will be captured in ways that reflect the partnership model and are responsive to Maori consultation preferences.

Appropriation Changes

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Operating Balance Impact	-	0.500	1.500	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.500	1.500	-	-

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Departmental Output Expense:					
Policy - Crown Maori Relationships (funded by revenue Crown)	-	0.500	1.500	-	-
Total Operating	-	0.500	1.500	-	-
Total Capital	-	-	-	-	-

Initiative No: 6751

Vote: Maori Affairs

Title: Ma Te Reo Fund

Description: Funding for a contestable fund administered through Te Taura Whiri I Te Reo Maori to address whanau and community language development in 2011/12 only, pending outcome of the Review of the Maori Language Strategy and Sector.

Appropriation Changes

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Operating Balance Impact	-	2.000	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	2.000	-	-	-

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Non-Departmental Output Expense:					
Promotion of the Maori Language	-	2.000	-	-	-
Total Operating	-	2.000	-	-	-
Total Capital	-	-	-	-	-

Initiative No: 6752

Vote: Maori Affairs

Title: Iwi Radio Funding

Description: Funding to meet the increased operating costs of Crown-funded iwi radio stations in 2011/12 only, pending outcome of the Review of the Maori Language Strategy and Sector.

Appropriation Changes

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Operating Balance Impact	-	0.600	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.600	-	-	-

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Non-Departmental Output Expense:					
Maori Radio Broadcasting	-	0.600	-	-	-
Total Operating	-	0.600	-	-	-
Total Capital	-	-	-	-	-

Initiative No: 6753

Vote: Maori Affairs

Title: National Powhiri

Description: Funding to coordinate two annual national powhiri in 2011/12 to formally welcome new citizens to New Zealand.

Appropriation Changes

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Operating Balance Impact	-	0.100	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.100	-	-	-

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Non-Departmental Output Expense:					
Matauranga (Knowledge)	-	0.100	-	-	-
Total Operating	-	0.100	-	-	-
Total Capital	-	-	-	-	-

Initiative No: 6754

Vote: Maori Affairs

Title: Maori Potential Funds - Reprioritised

Description: Reprioritisation of funding available through the Maori Potential Funds to support budget initiatives within Vote Maori Affairs, namely: Maori Engagement in the Constitutional Review; Ma te Reo Fund; Iwi Radio Funding; and National Powhiri.

Appropriation Changes

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Operating Balance Impact	-	(3.200)	(1.500)	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	(3.200)	(1.500)	-	-

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Non-Departmental Output Expenses:					
Matauranga (Knowledge)	-	(2.700)	-	-	-
Rawa (Resources)	-	-	-	-	-
Whakamana (Leadership)	-	(0.500)	(1.500)	-	-
Total Operating	-	(3.200)	(1.500)	-	-
Total Capital	-	-	-	-	-

Initiative No: 6755

Vote: Maori Affairs

Title: Taumarunui Lease Compensation

Description: Funding an ex-gratia payment to the Karanga Te Kere Whanau Trust to address their historical rental losses and omission from the Maori Reserved Land Amendment Act 1997 with respect to reserves in Taumarunui.

New Appropriation Approval

Type	Period	Name	Multi-class Output Appropriation (MCOA)	Scope
Non-Departmental Other Expense	Annual	Taumarunui Lease Compensation	N/A	This appropriation is limited to a one-off ex-gratia payment to the Karanga Te Kere Whanau Trust to address their historical rental losses and omission from the Maori Reserved Land Amendment Act 1997 with respect to reserves in Taumarunui.

Appropriation Changes

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

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Non-Departmental Other Expense:					
Taumarunui Lease Compensation	0.250	-	-	-	-
Total Operating	0.250	-	-	-	-
Total Capital	-	-	-	-	-

Initiative No: 6758

Vote: Maori Affairs

Title: Whanau Ora Expansion

Description: A fiscally neutral transfer from Vote Social Development to support the expansion of Whanau Ora-based service development to provide for nationwide coverage.

Appropriation Changes

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Operating Balance Impact	-	10.000	5.000	5.000	5.000
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	10.000	5.000	5.000	5.000

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Non-Departmental Output Expense:					
Whanau Ora-based Service Development (MCOA)					
Service Delivery Capability	-	10.000	5.000	5.000	5.000
Total Operating	-	10.000	5.000	5.000	5.000
Total Capital	-	-	-	-	-

Additional recommendation

- 9 **noted** that the above baseline increases for Whanau Ora expansion are being funded through offsetting reductions in Vote Social Development (\$5 million per annum over each of the four years) and Vote Health (\$5 million in 2011/12 only), and so overall this initiative is fiscally neutral.

Initiative No: 6947

Vote: Maori Affairs

Title: Payments to Housing New Zealand Corporation - Reprioritised

Description: To cover the administrative expenditure to progress the eventual sale of Crown land held within the Vote.

Appropriation Changes

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

	\$m - increase/(decrease)				
	2010/11	2011/12	2012/13	2013/14	2014/15 & Outyears
Non-Departmental Other Expenses:					
Administrative expenses for Crown Land	0.036	0.036	0.036	0.036	0.036
Payments to Housing New Zealand Corporation	(0.036)	(0.036)	(0.036)	(0.036)	(0.036)
Total Operating	-	-	-	-	-
Total Capital	-	-	-	-	-