

The Treasury

Budget 2022 Information Release

August 2022

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Some parts of this information release would not be appropriate to release and, if requested, would be withheld under the Official Information Act 1982 (the Act).

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- [1] 6(a) - to avoid prejudice to the security or defence of New Zealand or the international relations of the government
- [23] 9(2)(a) - to protect the privacy of natural persons, including deceased people
- [25] 9(2)(b)(ii) - to protect the commercial position of the person who supplied the information or who is the subject of the information
- [27] 9(2)(ba)(ii) - to protect information which is subject to an obligation of confidence or which any person has been or could be compelled to provide under the authority of any enactment, where the making available of the information would be likely otherwise to damage the public interest
- [33] 9(2)(f)(iv) - to maintain the current constitutional conventions protecting the confidentiality of advice tendered by ministers and officials
- [34] 9(2)(g)(i) - to maintain the effective conduct of public affairs through the free and frank expression of opinions
- [35] 9(2)(g)(ii) - to maintain the effective conduct of public affairs through protecting ministers, members of government organisations, officers and employees from improper pressure or harassment;
- [36] 9(2)(h) - to maintain legal professional privilege
- [37] 9(2)(i) - to enable the Crown to carry out commercial activities without disadvantage or prejudice
- [38] 9(2)(j) - to enable the Crown to negotiate without disadvantage or prejudice
- [39] 9(2)(k) - to prevent the disclosure of official information for improper gain or improper advantage
- [40] Out of Scope
- [41] 18(c)(i) - that the making available of the information requested would be contrary to the provisions of a specified enactment
- [42] 18(d) - information is already publicly available or will be publicly available soon

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2022 Budget Package: Vote Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

It is recommended that the relevant Appropriation Minister and the Minister of Finance jointly:

- note** that Cabinet has approved the Budget initiative(s) for the above Vote for inclusion in the 2022 Budget package, as detailed in the summary table(s) below:

Summary of funded initiative(s) agreed by Cabinet:

Operating Initiative(s) (Impact on Operating Balance)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
14223	Addressing Critical Gaps in NZ's Biosecurity System to Protect our Taonga, Biodiversity, Economy and our Way of Life	-	6.435	12.075	12.168	12.263
14221	Addressing the Impact of Changes to the Ministry for Primary Industries' Collective Agreements and Supply Costs	-	6.945	14.584	23.310	23.310
14058	Agriculture Emissions Reduction - Accelerating Development of Greenhouse Gas Mitigations	-	28.015	64.766	123.735	122.235
14056	Agriculture Emissions Reduction - Developing the He Waka Eke Noa Pricing System (Phase One)	-	6.280	-	-	-
14059	Agriculture Emissions Reduction - Supporting Producers and Māori Entities Transition to a Low Emissions Future	-	3.456	10.406	10.332	10.497
14220	Antimicrobial Resistance – Addressing Future Antimicrobial Resistance Risks in New Zealand	-	3.268	2.761	2.558	2.558
14224	Continuing the Mycoplasma Bovis Programme Delimiting Phase and Developing and Implementing Future Phases of Eradication	-	68.360	-	-	-
14136	Enabling New Zealanders and International Travellers to Access the Outdoors for Active Transport and Recreation	-	1.806	-	-	-
14137	Future of Certification – Electronic Certification (E-cert) Systems Replacement	-	2.254	3.030	2.181	(0.746)
14217	Integrated Advisory Services to Support more Sustainable and Productive Land-Use Practices	-	13.249	19.320	27.301	29.768

14222	Maintaining Essential Border Biosecurity Capacity in the Cargo Pathway	-	11.800	11.800	11.000	11.000
14316	National Pathway Management Plan for Clean Hulls	-	0.763	1.599	1.599	1.599
14226	Protecting the Credibility of New Zealand's Animal Health and Welfare Regulatory and Adverse Event Response Systems	-	3.331	7.316	10.469	10.489
Total Operating		-	155.962	147.657	224.653	222.973

Capital Initiative(s) (Impact on Debt)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
14059	Agriculture Emissions Reduction - Supporting Producers and Māori Entities Transition to a Low Emissions Future	-	0.650	-	-	-
14220	Antimicrobial Resistance – Addressing Future Antimicrobial Resistance Risks in New Zealand	-	0.240	-	-	-
14579	Establishing Native Forests at Scale to Develop Long-Term Carbon Sinks and Improve Biodiversity	-	0.750	0.750	-	-
14137	Future of Certification – Electronic Certification (E-cert) Systems Replacement	-	12.377	12.735	8.070	(3.256)
14217	Integrated Advisory Services to Support more Sustainable and Productive Land-Use Practices	-	2.665	1.105	1.560	-
14578	Maximising Carbon Storage: Increasing Natural Sequestration to Achieve New Zealand's Future Carbon Goals	-	-	-	2.000	2.000*
14226	Protecting the Credibility of New Zealand's Animal Health and Welfare Regulatory and Adverse Event Response Systems	-	0.495	0.845	0.780	-
Total Capital		-	17.177	15.435	12.410	(1.256)

*This funding is time limited and includes funding until 2025/26 only. For details, see the initiative document.

Summary of contingency initiative(s) agreed by Cabinet:

Operating Contingency

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2021/22	2022/23	2023/24	2024/25	2025/26 only
14218	Delivering Industry Transformation Plans in Partnership with Primary Sectors – Food and Beverage	-	-	2.000	3.000	3.000
14516	Delivering Industry Transformation Plans in Partnership with Primary Sectors – Fisheries	-	-	1.000	2.000	2.000
Total Operating		-	-	3.000	5.000	5.000

Capital Contingency

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
14461	Return of Tagged Contingency Funding: Replacing Lost Frontline Biosecurity Operations Revenue Contingency	(20.000)	-	-	-	-
Total Capital		(20.000)	-	-	-	-

2 **note** that Cabinet has:

- i. **authorised** the relevant Appropriation Minister and the Minister of Finance (Joint Ministers) jointly to agree to the changes to appropriations (including establishment of new appropriations if necessary) and/or capital injections and related recommendations necessary to give effect to the initiative(s) included in the 2022 Budget package for the above Vote, as detailed in the summary table(s) above;
- ii. **authorised** Joint Ministers jointly to agree that the proposed changes to appropriations and/or capital injections for 2021/22 approved by Joint Ministers as authorised above be included in the 2021/22 Supplementary Estimates and that, in the interim, the increases be met from Imprest Supply;
- iii. **agreed** that expenses or capital expenditure against appropriations and capital injection authorisations set out in the 2022/23 Estimates and being sought in the Appropriation (2022/23 Estimates) Bill may be met from Imprest Supply until that Bill is enacted and comes into force;
- iv. **authorised** Joint Ministers, for each contingency initiative, jointly to agree:
 - a. the work that needs to be completed or other conditions that need to be satisfied before the contingency is drawn down into appropriations;

- b. whether the draw down into appropriations requires Cabinet approval or the approval of Joint Ministers;
 - c. the expiry date of contingency funding;
 - d. any related recommendations necessary to give effect to the contingency initiative;
- v. **authorised** Joint Ministers to approve jointly any technical adjustments to baselines necessary to remove any errors or inconsistencies identified while finalising the 2021/22 Supplementary Estimates, the 2022/23 Estimates and the fiscal forecasts;
 - vi. **authorised** the chief executives of departments that monitor Crown entities directly affected by Budget decisions taken by Cabinet or taken by Joint Ministers as authorised by Cabinet 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 and/or Statement of Performance Expectations;
 - vii. **noted** that all communications relating to the 2022 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;
- 3 **agree** to establish new appropriations where required to implement the initiative(s) included in the summary table(s) above, as detailed in the attached initiative document(s);
 - 4 **approve** changes to appropriations and/or the capital injections to the administering department (where applicable) to implement the initiative(s) included in the summary table(s) above, as set out in the attached initiative document(s);
 - 5 **approve** the additional recommendation(s) to give effect to the initiative(s), as set out in the attached initiative document(s);
 - 6 **agree** that the proposed change(s) to appropriations and/or capital injections for 2021/22 detailed in the attached initiative document(s) be included in the 2021/22 Supplementary Estimates and that, in the interim, the increase(s) be met from Imprest Supply;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Addressing Critical Gaps in NZ's Biosecurity System to Protect our Taonga, Biodiversity, Economy and our Way of Life

Description: This funding will address the financial costs associated with critical biosecurity system gaps that have been identified as a result of a programme of workstreams, and lessons being learned from the Mycoplasma bovis and COVID-19 responses. These include changes required to the National Animal Information Traceability (NAIT) operating model, addressing New Zealand's biosecurity surveillance programme gaps, improvements to our readiness for Foot and Mouth Disease or other major incursion, and addressing critical capacity and capability gaps in our technical and scientific roles which are vital to the continued functioning of New Zealand's biosecurity system.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	6.435	12.075	12.168	12.263
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	6.435	12.075	12.168	12.263

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Multi-Category Expenses and Capital Expenditure:					
Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)					
<i>Departmental Output Expenses:</i>					
Biosecurity Incursion Response and Long Term Pest Management (funded by revenue Crown)	-	2.135	3.417	3.416	3.416
Border Biosecurity Monitoring and Clearance (funded by revenue Crown)	-	0.432	0.786	0.880	0.975
Border Biosecurity Systems Development and Maintenance (funded by revenue Crown)	-	1.875	3.000	3.000	3.000
Domestic Biosecurity Surveillance (funded by revenue Crown)	-	1.993	4.872	4.872	4.872

Total Multi-Category Expenses and Capital Expenditure: Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)	-	6.435	12.075	12.168	12.263
Total Operating	-	6.435	12.075	12.168	12.263
Total Capital	-	-	-	-	-

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Addressing the Impact of Changes to the Ministry for Primary Industries' Collective Agreements and Supply Costs

Description: This initiative provides critical funding for the Ministry for Primary Industries (MPI) to continue its current scope and level of operations. This critical cost pressure includes addressing price and inflationary pressures including salary increases that arise from renegotiation of collective agreements, in line with Public Service Commission bargaining parameters, pay restraint guidance, and supplier cost changes driven by price increases and volume-driven cost increases. This funding is critical to continue production of existing outputs across MPI.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	6.945	14.584	23.310	23.310
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	6.945	14.584	23.310	23.310

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Departmental Output Expenses:					
Implementation of COVID-19 Assistance for Primary Industries (funded by revenue Crown)	-	0.035	0.083	0.142	0.142
Multi-Category Expenses and Capital Expenditure:					
Agriculture: Programmes Supporting Sustainability (MCA)					
<i>Departmental Output Expenses:</i>					
Agriculture: Administration of Grants and Programmes (funded by revenue Crown)	-	0.200	0.433	0.719	0.719
Animal Welfare: Education and Enforcement (funded by revenue Crown)	-	0.377	0.781	1.227	1.227

Total Multi-Category Expenses and Capital Expenditure: Agriculture: Programmes Supporting Sustainability (MCA)	-	0.577	1.214	1.946	1.946
Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)					
<i>Departmental Output Expenses:</i>					
Biosecurity Incursion Response and Long Term Pest Management (funded by revenue Crown)	-	0.786	1.709	2.851	2.851
Border Biosecurity Monitoring and Clearance (funded by revenue Crown)	-	0.220	0.458	0.721	0.721
Border Biosecurity Systems Development and Maintenance (funded by revenue Crown)	-	0.493	1.027	1.626	1.626
Domestic Biosecurity Surveillance (funded by revenue Crown)	-	0.692	1.442	2.281	2.281
Total Multi-Category Expenses and Capital Expenditure: Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)	-	2.191	4.636	7.479	7.479
Development and Implementation of Primary Industries Policy Advice (MCA)					
<i>Departmental Output Expenses:</i>					
Agriculture: Policy Advice and Ministerial Servicing (funded by revenue Crown)	-	1.140	2.407	3.870	3.870
Agriculture: Trade and Market Access (funded by revenue Crown)	-	0.095	0.202	0.330	0.330
Animal Welfare: Policy Advice and Ministerial Servicing (funded by revenue Crown)	-	0.143	0.296	0.465	0.465
Biosecurity: Policy Advice and Ministerial Servicing (funded by revenue Crown)	-	0.203	0.417	0.648	0.648
Fisheries Policy Advice (funded by revenue Crown)	-	0.118	0.246	0.392	0.392
Food Safety: Policy Advice and Ministerial Servicing (funded by revenue Crown)	-	0.111	0.228	0.359	0.359
Operational Advice on Sustainability and Management Controls in Fisheries (funded by revenue Crown)	-	0.330	0.713	1.181	1.181
Total Multi-Category Expenses and Capital Expenditure: Development and Implementation of Primary Industries Policy Advice (MCA)	-	2.140	4.509	7.245	7.245
Fisheries: Managing the Resource Sustainably (MCA)					

<i>Departmental Output Expenses:</i>					
Fisheries Enforcement and Monitoring (funded by revenue Crown)	-	1.130	2.330	3.638	3.638
Fisheries Management (funded by revenue Crown)	-	0.161	0.337	0.538	0.538
Fisheries: Aquaculture (funded by revenue Crown)	-	0.063	0.131	0.207	0.207
Total Multi-Category Expenses and Capital Expenditure: Fisheries: Managing the Resource Sustainably (MCA)	-	1.354	2.798	4.383	4.383
Food Safety: Protecting Consumers (MCA)					
<i>Departmental Output Expenses:</i>					
Food Safety: Assurance (funded by revenue Crown)	-	0.149	0.311	0.493	0.493
Food Safety: Information (funded by revenue Crown)	-	0.095	0.196	0.306	0.306
Food Safety: Response (funded by revenue Crown)	-	0.197	0.405	0.629	0.629
Food Safety: Standards (funded by revenue Crown)	-	0.165	0.343	0.544	0.544
Food Safety: Trade and Market Access Food Safety (funded by revenue Crown)	-	0.042	0.089	0.143	0.143
Total Multi-Category Expenses and Capital Expenditure: Food Safety: Protecting Consumers (MCA)	-	0.648	1.344	2.115	2.115
Total Operating	-	6.945	14.584	23.310	23.310
Total Capital	-	-	-	-	-

Additional Recommendation

7 note that related funding has also been provided in Vote Forestry (Initiative 14550);

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Agriculture Emissions Reduction - Accelerating Development of Greenhouse Gas Mitigations

Description: This initiative will accelerate development and uptake of high impact agricultural mitigation technologies, reduce greenhouse gas emissions, and help meet our targets and international commitments. Funding will accelerate research, grow capability, expand greenhouse gas measurement capacity, streamline the path to market, and deliver demonstration programs to ensure there are fit for purpose tools for use on farm. Expanding international collaborations and our cleantech sector through innovation prizes will further raise both our international standing and contribution to reducing global agricultural emissions. Funding will also support matauranga-based approaches to reduce agricultural emissions, providing further options for Māori and non-Māori landowners to improve sustainability.

Appropriation Changes

	\$m – increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	28.015	64.766	123.735	122.235
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	28.015	64.766	123.735	122.235

* Unless non-cash, will also impact net core Crown debt.

	\$m – increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Multi-Category Expenses and Capital Expenditure:					
Agriculture: Programmes Supporting Sustainability (MCA)					
<i>Departmental Output Expenses:</i>					
Climate Emergency Response Implementation and Administration (funded by revenue Crown)	-	4.970	6.331	5.000	4.400
<i>Non-Departmental Output Expenses:</i>					
Agriculture: Climate Emergency Response Fund	-	23.045	58.435	118.735	117.835
Total Multi-Category Expenses and Capital Expenditure: Agriculture: Programmes Supporting Sustainability (MCA)	-	28.015	64.766	123.735	122.235
Total Operating	-	28.015	64.766	123.735	122.235
Total Capital	-	-	-	-	-

Additional Recommendations

- 8 **agree** to add the following categories to the multi-category appropriation “Agriculture: Programmes Supporting Sustainability”;

Title	Type	Scope
Climate Emergency Response Implementation and Administration	Departmental Output Expenses	This category is limited to expenses incurred in implementing and administering programmes under the Climate Emergency Response Fund in the Primary Sector other than Forestry.
Agriculture: Climate Emergency Response Fund	Non-Departmental Output Expenses	This category is limited to expenses incurred in conjunction with community and industry groups to implement programmes under the Climate Emergency Response Fund.

- 9 **note** that Cabinet has agreed to charge the operating expenditure from 2022/23 to 2025/26 associated with this initiative against the Climate Emergency Response Fund;
- 10 **note** that Cabinet has agreed that any operating expenditure associated with this initiative will impact OBEGAL and net debt directly after 2025/26;
- 11 **agree** that this initiative will be subject to the financial and outcome-based monitoring and reporting associated with the Climate Emergency Response Fund;
- 12 **direct** the Ministry for Primary Industries to work with the Treasury to finalise which financial and outcome-based information will be monitored and reported on for this initiative;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Agriculture Emissions Reduction - Developing the He Waka Eke Noa Pricing System (Phase One)

Description: This initiative funds essential development work necessary to support and enable decisions during 2022/23 on the options for the implementation of the agricultural emissions pricing scheme in accordance with new obligations under the Climate Change Response Act 2002.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	6.280	-	-	-
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	6.280	-	-	-

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Multi-Category Expenses and Capital Expenditure:					
Agriculture: Programmes Supporting Sustainability (MCA)					
<i>Departmental Output Expenses:</i>					
Climate Emergency Response Implementation and Administration (funded by revenue Crown)	-	6.280	-	-	-
Total Multi-Category Expenses and Capital Expenditure: Agriculture: Programmes Supporting Sustainability (MCA)	-	6.280	-	-	-
Total Operating	-	6.280	-	-	-
Total Capital	-	-	-	-	-

Additional Recommendations

- 13 **note** that Cabinet has agreed to charge the operating expenditure associated with this initiative against the Climate Emergency Response Fund;
- 14 **agree** that this initiative will be subject to the financial and outcome-based monitoring and reporting associated with the Climate Emergency Response Fund;

- 15 **direct** the Ministry for Primary Industries to work with the Treasury to finalise which financial and outcome-based information will be monitored and reported on for this initiative;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Agriculture Emissions Reduction - Supporting Producers and Māori Entities Transition to a Low Emissions Future

Description: This initiative ensures farmers, growers and whenua Māori entities (producers) can access support and have the confidence to move to low emissions farm systems. Building on the He Waka Eke Noa partnership, it funds access to credible information and communications to help shift attitudes. It will increase on-the-ground and on-farm activities aimed at helping producers change farm practices and adopt new technologies, including through local producer groups focused on reducing emissions. It funds tikanga-based programmes to develop and support long-term low emissions profiles for whenua Māori. These tikanga-based programmes will be designed by Māori, with support from MPI, and supported by rohe-based Māori kaiarahi (pathfinders) to pilot and support implementation for whenua Māori.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	3.456	10.406	10.332	10.497
Net Core Crown Debt Impact Only	-	0.650	-	-	-
No Impact	-	-	-	-	-
Total	-	4.106	10.406	10.332	10.497

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Capital Injections:					
Ministry for Primary Industries - Capital Injection	-	0.650	-	-	-
Multi-Category Expenses and Capital Expenditure:					
Agriculture: Programmes Supporting Sustainability (MCA)					
<i>Departmental Output Expenses:</i>					
Climate Emergency Response Implementation and Administration (funded by revenue Crown)	-	3.456	10.406	10.332	10.497
Total Multi-Category Expenses and Capital Expenditure: Agriculture: Programmes Supporting Sustainability (MCA)	-	3.456	10.406	10.332	10.497
Total Operating	-	3.456	10.406	10.332	10.497

Total Capital	-	0.650	-	-	-
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Additional Recommendations

- 16 **note** that Cabinet has agreed to charge the operating expenditure from 2022/23 to 2025/26 associated with this initiative against the Climate Emergency Response Fund;
- 17 **note** that Cabinet has agreed that any operating expenditure associated with this initiative will impact OBEGAL and net debt directly after 2025/26;
- 18 **note** that Cabinet has agreed to charge the capital expenditure associated with this initiative against the Climate Emergency Response Fund;
- 19 **agree** that this initiative will be subject to the financial and outcome-based monitoring and reporting associated with the Climate Emergency Response Fund;
- 20 **direct** the Ministry for Primary Industries to work with the Treasury to finalise which financial and outcome-based information will be monitored and reported on for this initiative;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Antimicrobial Resistance – Addressing Future Antimicrobial Resistance Risks in New Zealand

Description: This initiative will build capability and resilience in the food safety system to address future antimicrobial resistance risks in NZ. It will strengthen and establish surveillance programmes and lift the testing capability of NZ laboratories. Increased monitoring and reporting of resistant genes and antimicrobial use will enable MPI to meet international reporting requirements and support ongoing reassessment of antimicrobials. It will fund work to promote better infection and prevention control practices with animals and improve antibiotic prescribing practices in plant and animal health sectors. Regulatory programmes will be reviewed and updated, and an audit programme established to ensure compliance with regulatory and stewardship requirements across the food safety system.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	3.268	2.761	2.558	2.558
Net Core Crown Debt Impact Only	-	0.240	-	-	-
No Impact	-	-	-	-	-
Total	-	3.508	2.761	2.558	2.558

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Capital Injections:					
Ministry for Primary Industries - Capital Injection	-	0.240	-	-	-
Multi-Category Expenses and Capital Expenditure:					
Food Safety: Protecting Consumers (MCA)					
<i>Departmental Output Expenses:</i>					
Food Safety: Assurance (funded by revenue Crown)	-	3.268	2.761	2.558	2.558
Total Multi-Category Expenses and Capital Expenditure: Food Safety: Protecting Consumers (MCA)	-	3.268	2.761	2.558	2.558
Total Operating	-	3.268	2.761	2.558	2.558
Total Capital	-	0.240	-	-	-

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Continuing the Mycoplasma Bovis Programme Delimiting Phase and Developing and Implementing Future Phases of Eradication

Description: This funding will enable the Mycoplasma bovis (M. bovis) Programme to continue finding the last infected properties, pay any eligible compensation and fund the Programme’s Transition to a National Pest Management Plan for the long-term surveillance phase. Without this funding, management of the disease would revert back to industry and individual farmers, and the disease would likely cause significant production losses for the dairy and beef industries.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	68.360	-	-	-
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	68.360	-	-	-

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Non-Tax Revenue:					
Industry Contribution for Mycoplasma bovis	-	48.640	-	-	-
Multi-Category Expenses and Capital Expenditure:					
Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)					
<i>Departmental Output Expenses:</i>					
Response to Mycoplasma bovis (funded by revenue Crown)	-	85.000	-	-	-
<i>Non-Departmental Other Expenses:</i>					
Compensation and Ex-Gratia Payments in Response to Mycoplasma bovis	-	32.000	-	-	-
Total Multi-Category Expenses and Capital Expenditure: Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)	-	117.000	-	-	-
Total Operating	-	68.360	-	-	-
Total Capital	-	-	-	-	-

Additional Recommendations

- 21 **agree** to transfer up to \$35 million of any unspent portions of the 2021/22 "Response to Mycoplasma Bovis" and "Compensation and Ex Gratia Payments in Response to Mycoplasma Bovis" appropriation to 2022/23 to continue to fund the next stage of the response;
- 22 **note** the final amounts of the underspends need to be confirmed through baseline updates once audited financial statements for 2021/22 are available;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Enabling New Zealanders and International Travellers to Access the Outdoors for Active Transport and Recreation

Description: This initiative enables the New Zealand Walking Access Commission (the Commission) to continue to create and support public access to the outdoors for New Zealanders and visitors, and to maintain existing public access. It will do this by creating and supporting new opportunities for access by Māori, enhancing and supporting management of Te Araroa Trail, providing resources to support New Zealand's volunteer sector, developing and managing regional access projects, collaborating with central and local government agencies on access issues, improving equity of access, and improving the consistency of access and mapping information. Demand for the Commission's services has increased significantly over the ten years since it was created, without any change in funding level over that time.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	1.806	-	-	-
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	1.806	-	-	-

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Non-Departmental Output Expenses:					
Support for Walking Access	-	1.806	-	-	-
Total Operating	-	1.806	-	-	-
Total Capital	-	-	-	-	-

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Establishing Native Forests at Scale to Develop Long-Term Carbon Sinks and Improve Biodiversity

Description: This initiative responds to the Climate Change Commission Recommendation 25: increase native afforestation to create permanent carbon sinks to offset emissions from hard-to-abate sectors. It removes some key barriers for native afforestation: increases propagation capacity, using automated technology to scale up native seedling production and reduce costs; facilitates innovation in seed collection, propagation and forest establishment including restoration, through focused research; and develops a long-term national strategy and action plan to grow native forests in partnership with rural landowners, iwi/Māori, foresters, communities and the private sector. In addition to carbon benefits, this programme aims to benefit biodiversity to support wider environmental outcomes, and te ao Māori.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	-	-	-	-
Net Core Crown Debt Impact Only	-	0.750	0.750	-	-
No Impact	-	-	-	-	-
Total	-	0.750	0.750	-	-

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Capital Injections:					
Ministry for Primary Industries - Capital Injection	-	0.750	0.750	-	-
Total Operating	-	-	-	-	-
Total Capital	-	0.750	0.750	-	-

Additional Recommendations

- 23 **note** that related funding has been placed in tagged contingency associated with the Forestry portfolio (Initiative 14061);
- 24 **note** that Cabinet has agreed to charge the capital expenditure associated with this initiative against the Climate Emergency Response Fund;

- 25 **agree** that this initiative will be subject to the financial and outcome-based monitoring and reporting associated with the Climate Emergency Response Fund;
- 26 **direct** the Ministry for Primary Industries to work with the Treasury to finalise which financial and outcome-based information will be monitored and reported on for this initiative;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Future of Certification – Electronic Certification (E-cert) Systems Replacement

Description: This initiative will replace, consolidate and modernise New Zealand’s export and import certification systems. These systems are managed by the Ministry for Primary Industries and facilitate the two-way trade of primary exports and imports with overseas markets. Each year, \$33 billion of New Zealand’s primary sector exports are dependent on official assurances to access overseas markets. The investment to modernise our certification systems will support the Government’s objective of accelerating our economic recovery from COVID-19 by supporting exports and primary sector growth, in line with the primary sector roadmap outlined in Fit for a Better World. Supporting the implementation of Fit for a Better World is specifically included within the Labour Party Manifesto.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	2.254	3.030	2.181	(0.746)
Net Core Crown Debt Impact Only	-	12.377	12.735	8.070	(3.256)
No Impact	-	-	-	-	-
Total	-	14.631	15.765	10.251	(4.002)

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Non-Tax Revenue:					
Miscellaneous Revenue	-	-	-	0.457	7.167
Capital Injections:					
Ministry for Primary Industries - Capital Injection	-	12.377	12.735	8.070	(3.256)
Multi-Category Expenses and Capital Expenditure:					
Food Safety: Protecting Consumers (MCA)					
<i>Departmental Output Expenses:</i>					
Food Safety: Assurance (funded by revenue Crown)	-	2.254	3.030	2.638	6.421
Total Multi-Category Expenses and Capital Expenditure: Food Safety: Protecting Consumers (MCA)	-	2.254	3.030	2.638	6.421
Total Operating	-	2.254	3.030	2.181	(0.746)

Total Capital	-	12.377	12.735	8.070	(3.256)
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Additional Recommendations

27 **note** this initiative will begin to recover operating and capital expenditure from 2025/26;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Integrated Advisory Services to Support more Sustainable and Productive Land-Use Practices

Description: This initiative provides funding for a permanent integrated network of support for rural land-users including establishing a network of regionally based farm advisors, expanding Māori agribusiness services, and sustaining and expanding the forestry advisory service into new parts of the sector. This initiative supports our primary industries and rural land users to navigate significant ongoing change and increasing complexity in their operating environment and accelerate the adoption of more sustainable land use practices in land-based sectors to deliver improved environmental and productivity outcomes.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	13.249	19.320	27.301	29.768
Net Core Crown Debt Impact Only	-	2.665	1.105	1.560	-
No Impact	-	-	-	-	-
Total	-	15.914	20.425	28.861	29.768

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Capital Injections:					
Ministry for Primary Industries - Capital Injection	-	2.665	1.105	1.560	-
Non-Departmental Other Expenses:					
Sustainable Food and Fibre Futures (MYA)	-	3.800	8.200	-	-
Multi-Category Expenses and Capital Expenditure:					
Agriculture: Programmes Supporting Sustainability (MCA)					
<i>Departmental Output Expenses:</i>					
Agriculture: Administration of Grants and Programmes (funded by revenue Crown)	-	9.449	11.120	19.101	21.568
<i>Non-Departmental Other Expenses:</i>					
Agriculture: Sustainable Food and Fibre Futures	-	-	-	8.200	8.200

Total Multi-Category Expenses and Capital Expenditure: Agriculture: Programmes Supporting Sustainability (MCA)	-	9.449	11.120	27.301	29.768
Total Operating	-	13.249	19.320	27.301	29.768
Total Capital	-	2.665	1.105	1.560	-

Additional Recommendations

- 28 **note** that related funding has also been provided in Vote Forestry (Initiative 14561);
- 29 **agree** the Multi Year Appropriation: "Sustainable Food and Fibre Futures" is adjusted by \$12.000 million;
- 30 **note** that the amounts shown in the appropriation changes table for the Multi Year Appropriation: "Sustainable Food and Fibre Futures" reflect the change to the indicative annual spending profile;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Maintaining Essential Border Biosecurity Capacity in the Cargo Pathway

Description: This initiative ensures continuity of border protection against biosecurity incursions, following the introduction of the new policy for collecting GST offshore for low value goods (LVGs). This is achieved by replacing biosecurity levy revenue which is no longer being collected on low value goods. This ensures the continuation of border activities including intelligence functions, risk assessment and intervention activities on LVGs that may pose biosecurity risks to New Zealand's Biodiversity and Economic wellbeing.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	11.800	11.800	11.000	11.000
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	11.800	11.800	11.000	11.000

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Multi-Category Expenses and Capital Expenditure:					
Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)					
<i>Departmental Output Expenses:</i>					
Border Biosecurity Monitoring and Clearance (funded by revenue Crown)	-	11.800	11.800	11.000	11.000
Total Multi-Category Expenses and Capital Expenditure: Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)	-	11.800	11.800	11.000	11.000
Total Operating	-	11.800	11.800	11.000	11.000
Total Capital	-	-	-	-	-

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Maximising Carbon Storage: Increasing Natural Sequestration to Achieve New Zealand's Future Carbon Goals

Description: This initiative will maximise sequestration benefit from forestry and other land uses, drive increased carbon storage in long-lived wood products, and quantify the mitigation potential of coastal ecosystems. It will: fund research to link forest carbon storage to management; quantify the carbon impact of management in non-forest land use, soil, and coastal ecosystems; and stimulate investment in wood processing to maximise carbon stored in wood products. Together these initiatives will directly increase recorded carbon storage and contribute to the first three emission budgets by more than 27 million tonnes over 2022-2035, reducing the Crown's liability by up to \$1.8 billion, and provide the evidence base to support further increases in sequestration across the land sector and seabed.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 only
Operating Balance Impact*	-	-	-	-	-
Net Core Crown Debt Impact Only	-	-	-	2.000	2.000
No Impact	-	-	-	-	-
Total	-	-	-	2.000	2.000

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 only
Capital Injections:					
Ministry for Primary Industries - Capital Injection	-	-	-	2.000	2.000
Total Operating	-	-	-	-	-
Total Capital	-	-	-	2.000	2.000

Additional Recommendations

- 31 **note** that related funding has also been provided in Vote Forestry (Initiative 14062 and 14560), Vote Conservation (14559) and Vote Environment (14558);
- 32 **note** that Cabinet has agreed to charge the capital expenditure associated with this initiative against the Climate Emergency Response Fund;

- 33 **agree** that this initiative will be subject to the financial and outcome-based monitoring and reporting associated with the Climate Emergency Response Fund;
- 34 **direct** the Ministry for Primary Industries to work with the Treasury to finalise which financial and outcome-based information will be monitored and reported on for this initiative;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: National Pathway Management Plan for Clean Hulls

Description: This initiative will pilot a Clean Hulls Programme for the upper North Island, covering 70% of New Zealand's vessel fleet. The programme aims to prevent the spread of invasive marine species that can have significant impacts on the marine environment, marine based industries, and aquaculture, and taonga species. It will include development and implementation of a National Pathway Management Plan (under Biosecurity Act) which will require boat owners to keep boat hulls and equipment free of biofouling and invasive species.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	0.763	1.599	1.599	1.599
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.763	1.599	1.599	1.599

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Multi-Category Expenses and Capital Expenditure:					
Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)					
<i>Departmental Output Expenses:</i>					
Biosecurity Incursion Response and Long Term Pest Management (funded by revenue Crown)	-	0.763	1.599	1.599	1.599
Total Multi-Category Expenses and Capital Expenditure: Biosecurity: Border and Domestic Biosecurity Risk Management (MCA)	-	0.763	1.599	1.599	1.599
Total Operating	-	0.763	1.599	1.599	1.599
Total Capital	-	-	-	-	-

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Delivering Industry Transformation Plans in Partnership with Primary Sectors – Food and Beverage

Description: This initiative will enable the timely delivery of key actions in the industry transformation plans for the food and beverage, fisheries, and forestry and wood processing industries to bring about Government objectives under the Economic Plan. These plans are being developed in partnership with industry and Māori. They will identify, and provide a plan to deliver, high impact actions to strengthen sector performance. Actions may deliver new technologies, diversification, emissions reductions, development of high-value jobs, and improved environmental performance. These will in turn fuel economic growth, including the Māori economy, and strengthen New Zealand’s position as a provider of sustainable high-value food and fibre products.

Tagged Contingency

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 only
Operating Contingency	-	-	2.000	3.000	3.000
Capital Contingency	-	-	-	-	-
Total	-	-	2.000	3.000	3.000

Additional Recommendations

- 35 **note** that the initiatives to be funded from this contingency should align with the principles for industry policy, as agreed by Cabinet (refer DEV-21-MIN-0222, recommendation 5);
- 36 **note** that related funding has also been provided in Vote Business, Science and Innovation to enable delivery across the Industry Transformation Plan programme (Initiative 13890);
- 37 **note** that related funding has also been provided in Vote Forestry (Initiative 14552 and 14551);
- 38 **agree** that the Minister of Finance and the Minister for Food Safety may jointly agree to draw down the contingency to fund specific initiatives and actions from the Food and Beverage Industry Transformation Plan, subject to Cabinet agreement to the final Food and Beverage Industry Transformation Plan;
- 39 **agree** that the expiry date for the above tagged contingency be 30 June 2023;

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Delivering Industry Transformation Plans in Partnership with Primary Sectors - Fisheries

Description: This initiative will enable the timely delivery of key actions in the industry transformation plans for the food and beverage, fisheries, and forestry and wood processing industries to bring about Government objectives under the Economic Plan. These plans are being developed in partnership with industry and Māori. They will identify, and provide a plan to deliver, high impact actions to strengthen sector performance. Actions may deliver new technologies, diversification, emissions reductions, development of high-value jobs, and improved environmental performance. These will in turn fuel economic growth, including the Māori economy, and strengthen New Zealand's position as a provider of sustainable high-value food and fibre products.

Tagged Contingency

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 only
Operating Contingency	-	-	1.000	2.000	2.000
Capital Contingency	-	-	-	-	-
Total	-	-	1.000	2.000	2.000

Additional Recommendations

- 40 **note** that the initiatives to be funded from this contingency should align with the principles for industry policy, as agreed by Cabinet (refer DEV-21-MIN-0222, paragraph 5);
- 41 **note** that related funding has also been provided in Vote Business, Science and Innovation to enable delivery across the Industry Transformation Plan programme (Initiative 13890);
- 42 **note** that related funding has also been provided in Vote Forestry (Initiatives 14552 and 14551);
- 43 **agree** that the Minister of Finance and the Minister for Oceans and Fisheries may jointly agree to draw down the contingency to fund specific initiatives and actions from the Fisheries Industry Transformation Plan, subject to Cabinet agreement to the final Fisheries Industry Transformation Plan;
- 44 **agree** that the expiry date for the above tagged contingency be 30 June 2023; and

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Protecting the Credibility of New Zealand's Animal Health and Welfare Regulatory and Adverse Event Response Systems

Description: This initiative will provide additional funding to protect New Zealand's animal health and welfare system and reputation in light of unprecedented growth in societal pressure for animal welfare protection and compliance both here in New Zealand and in key offshore markets like the United Kingdom and the European Union.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	3.331	7.316	10.469	10.489
Net Core Crown Debt Impact Only	-	0.495	0.845	0.780	-
No Impact	-	-	-	-	-
Total	-	3.826	8.161	11.249	10.489

* Unless non-cash, will also impact net core Crown debt.

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Capital Injections:					
Ministry for Primary Industries - Capital Injection	-	0.495	0.845	0.780	-
Multi-Category Expenses and Capital Expenditure:					
Agriculture: Programmes Supporting Sustainability (MCA)					
<i>Departmental Output Expenses:</i>					
Animal Welfare: Education and Enforcement (funded by revenue Crown)	-	2.982	6.925	10.078	10.098
Total Multi-Category Expenses and Capital Expenditure: Agriculture: Programmes Supporting Sustainability (MCA)	-	2.982	6.925	10.078	10.098
Food Safety: Protecting Consumers (MCA)					
<i>Departmental Output Expenses:</i>					
Food Safety: Assurance (funded by revenue Crown)	-	0.349	0.391	0.391	0.391
Total Multi-Category Expenses and Capital Expenditure: Food Safety: Protecting Consumers (MCA)	-	0.349	0.391	0.391	0.391

Total Operating	-	3.331	7.316	10.469	10.489
Total Capital	-	0.495	0.845	0.780	-

Vote: Agriculture, Biosecurity, Fisheries and Food Safety

Appropriation Administrator: Ministry for Primary Industries

Title: Return of Tagged Contingency Funding: Replacing Lost Frontline Biosecurity Operations Revenue Contingency

Description: This initiative returns funding previously held in the Replacing Lost Frontline Biosecurity Operations Revenue contingency, that was related to the Replacing Lost Frontline Biosecurity Operations Revenue (initiative 12742) (CAB-20-MIN-0219.02 refers). \$20 million of the undrawn contingency is being returned for reallocation as part of Budget 2022, as this funding is no longer required.

Tagged Contingency

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Contingency	-	-	-	-	-
Capital Contingency	(20.000)	-	-	-	-
Total	(20.000)	-	-	-	-

45 **note** that the above tagged contingency is now closed.