

The Treasury

Budget 2022 Information Release

August 2022

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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 Building and Construction

Appropriation Administrator: Ministry of Business, Innovation and Employment

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

- 1 **note** that Cabinet has approved the Budget initiatives for the above Vote for inclusion in the 2022 Budget package, as detailed in the summary tables below;

Summary of funded initiatives agreed by Cabinet:

Operating Initiatives (Impact on Operating Balance)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
14073	Continuing Support for Homeowners Affected by Canterbury Earthquakes and Other Natural Disasters	-	4.000	-	-	-
13635	Industry Transformation Plans – Implementing Construction Sector ITP Actions	-	8.650	7.890	7.680	-
13695	Temporary Accommodation Service – Meeting Rising Costs to House Displaced People Following Civil Defence Emergencies	-	1.500	1.500	1.500	1.500
13693	Unit Titles Amendment and Education	-	0.316	0.736	0.736	0.736
Total Operating		-	14.466	10.126	9.916	2.236

Capital Initiative (Impact on Debt)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
13695	Temporary Accommodation Service – Meeting Rising Costs to House Displaced People Following Civil Defence Emergencies	-	0.950	-	-	-
Total Capital		-	0.950	-	-	-

- 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 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;
 - v. **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;
 - vi. **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 initiatives included in the summary tables above, as detailed in the attached initiative documents;
- 4 **approve** changes to appropriations and/or the capital injections to the administering department (where applicable) to implement the initiatives included in the summary tables above, as set out in the attached initiative documents;
- 5 **approve** the additional recommendations to give effect to the initiatives, as set out in the attached initiative documents;
- 6 **agree** that the proposed changes to appropriations and/or capital injections for 2021/22 detailed in the attached initiative documents be included in the 2021/22 Supplementary Estimates and that, in the interim, the increases be met from Imprest Supply;

Vote: Building and Construction

Appropriation Administrator: Ministry of Business, Innovation and Employment

Title: Continuing Support for Homeowners Affected by Canterbury Earthquakes and Other Natural Disasters

Description: This initiative enables the provision of services to help homeowners with their unresolved residential insurance claims resulting from the Canterbury earthquakes, and other natural disasters nationally. An additional year of funding will ensure homeowners have continued access to independent and personalised case management, expert advice, and dispute resolution services; contributing to the timely, fair and enduring resolution of insurance claims.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	4.000	-	-	-
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	4.000	-	-	-

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

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Departmental Output Expenses:					
Insurance Claims Resolution (funded by revenue Crown)	-	4.000	-	-	-
Total Operating	-	4.000	-	-	-

Vote: Building and Construction

Appropriation Administrator: Ministry of Business, Innovation and Employment

Title: Industry Transformation Plans – Implementing Construction Sector ITP Actions

Description: This initiative provides funding for in-flight initiatives of the Construction Sector Transformation Plan and supports the sector to achieve a renewed set of transformational goals. This includes new initiatives that have a greater focus on the Māori construction ecosystem, strengthening capability and productivity across small to medium enterprises, driving innovation and reducing carbon emissions. These initiatives are aimed at achieving the Construction Sector Accord’s vision of a thriving, equitable and sustainable construction sector that enables the wellbeing of Aotearoa New Zealand’s people and its environment.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	8.650	7.890	7.680	-
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	8.650	7.890	7.680	-

* 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:					
Building Policy, Regulation and Advice (MCA)					
<i>Departmental Output Expenses:</i>					
Policy Advice and Related Services to Ministers - Building and Construction (funded by revenue Crown)	-	8.650	7.890	7.680	-
Total Multi-Category Expenses and Capital Expenditure: Building Policy, Regulation and Advice (MCA)	-	8.650	7.890	7.680	-
Total Operating	-	8.650	7.890	7.680	-

Additional Recommendations

7 **note** that there is an associated initiative in Vote Business, Science and Innovation (Initiative 14575), which includes the associated capital injection and debt impacts; and

8 **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).

Vote: Building and Construction

Appropriation Administrator: Ministry of Business, Innovation and Employment

Title: Temporary Accommodation Service – Meeting Rising Costs to House Displaced People Following Civil Defence Emergencies

Description: This initiative addresses critical cost pressures for the Ministry of Business, Innovation and Employment’s Temporary Accommodation Service business unit. The Ministry of Business, Innovation and Employment has a statutory duty under the National Civil Defence Emergency Management Plan 2015 to coordinate temporary accommodation for displaced people after an emergency. Funding will enable the Temporary Accommodation Service unit to meet rising operational costs, carry out an essential ICT system update and fulfil its duties under the Civil Defence Emergency Management Plan.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	1.500	1.500	1.500	1.500
Net Core Crown Debt Impact Only	-	0.950	-	-	-
No Impact	-	-	-	-	-
Total	-	2.450	1.500	1.500	1.500

* 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:					
Temporary Accommodation Services (MCA)					
<i>Departmental Output Expenses:</i>					
Readiness, Response and Recovery (funded by revenue Crown)	-	0.600	0.600	0.600	0.600
<i>Non-Departmental Output Expenses:</i>					
Temporary Accommodation Housing Initiatives - Operations	-	0.430	0.430	0.430	0.430
<i>Non-Departmental Other Expenses:</i>					
Temporary Accommodation Housing Initiatives - Depreciation	-	0.470	0.470	0.470	0.470
<i>Non-Departmental Capital Expenditure:</i>					
Temporary Accommodation Housing Initiatives - Capital	-	0.950	-	-	-

Total Multi-Category Expenses and Capital Expenditure: Temporary Accommodation Services (MCA)	-	2.450	1.500	1.500	1.500
Total Operating	-	1.500	1.500	1.500	1.500
Total Capital	-	0.950	-	-	-

Vote: Building and Construction

Appropriation Administrator: Ministry of Business, Innovation and Employment

Title: Unit Titles Amendment and Education

Description: This initiative will support the implementation of legislative changes to the Unit Titles Act 2010 in relation to dispute resolution. This initiative will ensure that each party in the unit title sector is supported by, and has access to, the dispute resolution regime if needed.

Appropriation Changes

	\$m - increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Operating Balance Impact*	-	0.316	0.736	0.736	0.736
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.316	0.736	0.736	0.736

* 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:					
Residential Tenancy and Unit Title Services (funded by revenue Crown)	-	0.316	0.736	0.736	0.736
Total Operating	-	0.316	0.736	0.736	0.736