

# The Treasury

## Budget 2021 Information Release

### August 2021

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#### Cabinet Document Details

Title: **Cabinet Minute: CAB-21-MIN-0096.03: 2021 Budget Technical Financial Recommendations: Vote Building and Construction**

Date: **9 April 2021**

Creator: Cabinet Office

#### No Information has been Withheld

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# Cabinet

## Minute of Decision

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### 2021 Budget Technical Financial Recommendations: Vote Building and Construction

On 6 April 2021, Cabinet:

- 1 **approved** the Budget initiatives for the above Vote for inclusion in the 2021 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)				
		2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
13409	Aligning timing and funding for the Construction Sector Accord Transformation Plan	-	4.200	-	-	-
13408	Reprioritise funding for the Building for Climate Change programme of work	(2.500)	1.500	1.000	-	-
<b>Total Operating</b>		<b>(2.500)</b>	<b>5.700</b>	<b>1.000</b>	-	-

- 2 **approved** 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 **agreed** that the changes to appropriations for 2020/21 above be included in the 2020/21 Supplementary Estimates;
- 5 **authorised** the Minister of Finance and the Appropriation Minister to approve jointly any technical adjustments to baselines necessary to remove any errors or inconsistencies identified while finalising the 2020/21 Supplementary Estimates, the 2021/22 Estimates and the fiscal forecasts;
- 6 **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;

- 7 **noted** that all communications relating to the 2021 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;

Michael Webster  
Secretary of the Cabinet

**Vote:** Building and Construction

**Appropriation Administrator:** Ministry of Business, Innovation and Employment

**Title:** Aligning timing and funding for the Construction Sector Accord Transformation Plan

**Description:** Cabinet allocated \$8.500 million in non-departmental funding from the COVID-19 Response and Recovery Fund (CRRF) Foundational Package to support implementation of the Construction Sector Transformation Plan [CAB-20-MIN-0219]. Departmental funding is also required to maintain programme delivery across the programme and support the sector to deliver on the goals set-out in the Accord. A transfer to the Building Policy, Regulation and Advice MCA is required in 2021/22 to support the departmental aspects of delivering the programme.

### Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	-	4.200	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>4.200</b>	-	-	-

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
<b>Multi-Category Expenses and Capital Expenditure:</b>					
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)	-	4.200	-	-	-
<b>Total Operating</b>	-	<b>4.200</b>	-	-	-

### Additional recommendation

8 **noted** that there is a corresponding decrease in funding in Vote Business, Science and Innovation (Initiative 13410).

**Vote:** Building and Construction

**Appropriation Administrator:** Ministry of Business, Innovation and Employment

**Title:** Reprioritise funding for the Building for Climate Change programme of work

**Description:** The Residential Earthquake Prone Building Financial Assistance Scheme has an underspend in the 2020/21 fiscal year as no applications for loans have been received. Re-prioritisation of \$2.500 million from the administrative appropriation is requested to support the Building for Climate Change programme to deliver government climate change priorities. Funding will support sector change readiness and pave the way for the delivery of core initiatives. A transfer to the Building Policy, Regulation and Advice MCA is required in 2021/22 and 2022/23.

### Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	(2.500)	1.500	1.000	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	<b>(2.500)</b>	<b>1.500</b>	<b>1.000</b>	<b>-</b>	<b>-</b>

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
<b>Non-Departmental Other Expenses:</b>					
Residential Earthquake-Prone Buildings Financial Assistance Scheme: Delivery and Administration of the Loan Scheme for Earthquake Prone Buildings	(2.500)	-	-	-	-
<b>Multi-Category Expenses and Capital Expenditure:</b>					
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)	-	1.500	1.000	-	-
<b>Total Operating</b>	<b>(2.500)</b>	<b>1.500</b>	<b>1.000</b>	<b>-</b>	<b>-</b>