

The Treasury

Budget 2021 Information Release

August 2021

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Cabinet Document Details

Title: **Cabinet Minute: CAB-21-MIN-0116.02: 2021 Budget Package: Vote Arts, Culture and Heritage**

Date: **15 April 2021**

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- [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
- [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

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Cabinet

Minute of Decision

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2021 Budget Package: Vote Arts, Culture and Heritage

On 12 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
13209	Delivery of a Business Case for the Replacement of Te Papa's Spirit Collection Area	-	1.400	-	-	-
13207	Maintaining New Zealand Symphony Orchestra Delivery	-	1.600	1.600	-	-
13212	Maintaining the Capability of the Royal New Zealand Ballet	-	0.624	0.533	-	-
13524	Strengthening and Adapting Turnbull House	-	0.250	-	-	-
13219	Supporting a Strong RNZ	-	0.900	-	-	-
13217	Waitangi National Trust COVID-19 Recovery	-	3.600	-	-	-
Total Operating		-	8.374	2.133	-	-

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

- 5 **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;
- 6 **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;
- 7 **agreed** that initiatives in the following tables and as detailed in the attached initiative documents be contingency items and that the corresponding funding for the operating initiative contingency be a charge against the Operating Allowance and that the capital initiative contingency be a charge against the Multi-Year Capital Allowance:

Summary of contingency initiatives included in the attached initiative documents:

Operating Contingency

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
13210	Strengthening and Adapting Turnbull House	[38]				
Total Operating						

Capital Contingency

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
13210	Strengthening and Adapting Turnbull House	[38]				
Total Capital						

Michael Webster
Secretary of the Cabinet

Initiative No: 13209

Vote: Arts, Culture and Heritage

Appropriation Administrator: Ministry for Culture and Heritage

Title: Delivery of a Business Case for the Replacement of Te Papa's Spirit Collection Area

Description: This initiative provides funding for Te Papa to deliver the requisite business case for a proposed hazardous substances facility that houses the national collections of vertebrate and invertebrate specimens. A replacement facility will enable Te Papa to meet its legislative obligations to manage risk to people, to conduct research and to conserve and securely house the national collections.

Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	-	1.400	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	1.400	-	-	-

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Non-Departmental Output Expense:					
Museum Services	-	1.400	-	-	-
Total Operating	-	1.400	-	-	-

Additional recommendations

8 **agreed** that Initiative 13209 be charged against the COVID-19 Response and Recovery Fund;

9 [33]

Initiative No: 13207

Vote: Arts, Culture and Heritage

Appropriation Administrator: Ministry for Culture and Heritage

Title: Maintaining New Zealand Symphony Orchestra Delivery

Description: This initiative addresses cost pressures arising from increases in personnel and orchestral costs to maintain delivery levels over the next year while long-term options are developed for the NZSO's financial stability.

Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	-	1.600	1.600	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	1.600	1.600	-	-

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Non-Departmental Output Expense:					
Performing Arts Services	-	1.600	1.600	-	-
Total Operating	-	1.600	1.600	-	-

Additional recommendations

10 **agreed** that Initiative 13207 be charged against the COVID-19 Response and Recovery Fund;

11 [33]

Initiative No: 13212

Vote: Arts, Culture and Heritage

Appropriation Administrator: Ministry for Culture and Heritage

Title: Maintaining the Capability of the Royal New Zealand Ballet

Description: This initiative will avoid significant cuts to the Royal New Zealand Ballet's nationwide delivery and performance capability by addressing cost pressures from price increases and a reduction in earning ability as a result of COVID-19.

Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	-	0.624	0.533	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.624	0.533	-	-

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Non-Departmental Output Expense:					
Performing Arts Services	-	0.624	0.533	-	-
Total Operating	-	0.624	0.533	-	-

Additional recommendation

12 **agreed** that Initiative 13212 be charged against the COVID-19 Response and Recovery Fund;

Initiative No: 13210

Vote: Arts, Culture and Heritage

Appropriation Administrator: Ministry for Culture and Heritage

Title: Strengthening and Adapting Turnbull House

Description: This initiative will enable Heritage New Zealand Pouhere Taonga to strengthen Category 1 listed Turnbull House, thereby ensuring compliance with relevant legislation. It will conserve the heritage status and support reopening Turnbull House for some public use.

Tagged contingency

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Contingency	[38]				
Capital Contingency					
Total					

Additional recommendations

- 13 **noted** that separate funding has been provided for completing detailed planning in accordance with detailed business case guidance (Initiative 13524);
- 14 **authorised** the Minister of Finance and the Minister for Arts, Culture and Heritage jointly to draw down the above tagged contingency funding, subject to their satisfaction with the outcome of the detailed planning in accordance with detailed business case guidance described in paragraph 13;
- 15 **agreed** that the expiry date for the above tagged contingency be 1 February 2022;

Initiative No: 13524

Vote: Arts, Culture and Heritage

Appropriation Administrator: Ministry for Culture and Heritage

Title: Strengthening and Adapting Turnbull House

Description: This initiative will allow Heritage New Zealand Pouhere Taonga to complete the necessary detailed planning for strengthening of the Category 1 listed Turnbull House, to ensure that the building will comply with relevant legislation.

Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	-	0.250	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.250	-	-	-

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Non-Departmental Output Expense:					
Management of Historic Places	-	0.250	-	-	-
Total Operating	-	0.250	-	-	-

Additional recommendations

- 16 **noted** that operating and capital funding for the actual strengthening work has been set aside in a tagged contingency (Initiative 13210);
- 17 **noted** that draw down of the tagged contingency funding is subject to the Minister of Finance and Minister for Arts, Culture and Heritage satisfaction with detailed planning information completed in accordance with detailed business case guidance;

Initiative No: 13219

Vote: Arts, Culture and Heritage

Appropriation Administrator: Ministry for Culture and Heritage

Title: Supporting a Strong RNZ

Description: This initiative will help Radio NZ to absorb rising cost pressures and retain the current workforce and its critical public media expertise ahead of any future decisions related to the Strong Public Media programme.

Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	-	0.900	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.900	-	-	-

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Non-Departmental Output Expense:					
Public Broadcasting Services	-	0.900	-	-	-
Total Operating	-	0.900	-	-	-

Initiative No: 13217

Vote: Arts, Culture and Heritage

Appropriation Administrator: Ministry for Culture and Heritage

Title: Waitangi National Trust COVID-19 Recovery

Description: This initiative provides funding to the Waitangi National Trust Board (the Trust) to ensure Waitangi Treaty Grounds remain open, and to preserve the cultural assets held at the grounds. The Trust has relied on revenue largely from overseas tourists to support its ongoing operations. This initiative will ensure the Trust can survive the effects of the COVID-19 pandemic and be in a position to recover quickly once international tourism resumes.

Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	-	3.600	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	3.600	-	-	-

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Non-Departmental Other Expense:					
Waitangi National Trust	-	3.600	-	-	-
Total Operating	-	3.600	-	-	-

Additional recommendation

18 **agreed** that Initiative 13217 be charged against the COVID-19 Response and Recovery Fund.