

# The Treasury

## Budget 2024 Information Release

### September 2024

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Key to sections of the Act under which information has been withheld:

- [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
- [31] 9(2)(f)(ii) - to maintain the current constitutional conventions protecting collective and individual ministerial responsibility
- [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] 18(c)(i) - that the making available of the information requested would be contrary to the provisions of a specified enactment

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# Cabinet

## Minute of Decision

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### 2024 Budget Package: Vote Labour Market

On 29 April 2024, Cabinet:

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

- 1 **approved** the Budget initiatives for the above Vote for inclusion in the 2024 Budget package, as listed in the summary tables below and detailed in the attached initiative documents:

#### Summary of funded initiatives:

##### Operating Initiatives (Impact on Operating Balance)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
15827	Return of Funding for Accident Compensation Policy Advice	-	(0.220)	(0.220)	(0.220)	(0.220)
15837	Return of Funding for Employment Policy Advice	-	(0.407)	(0.407)	(0.407)	(0.407)
15832	Return of Funding for Employment Sector Analysis and Facilitation	-	(0.126)	(0.126)	(0.126)	(0.126)
16186	Return of Funding for Engagement and Experience	(1.040)	(1.307)	(1.240)	(1.240)	(0.633)
15829	Return of Crown Funding for Immigration Visa Subsidies	-	(18.401)	(18.375)	(18.445)	(18.307)
15830	Return of Funding for Additional Immigration New Zealand Call Centre Capacity During Border Reopening	(0.250)	-	-	-	-
15826	Return of Funding for Policy Advice – Workplace Relations and Safety Portfolio	-	(0.694)	(0.694)	(0.694)	(0.694)
16182	Return of Funding for Digital Data and Insights	-	(2.688)	(2.688)	(2.688)	(2.688)
15828	Return of Funding for WorkSafe Health and Safety at Work	-	-	-	-	-
15833	Return of Funding for Employment Relations Services	-	(1.925)	(1.925)	(1.925)	(1.925)
16180	Return of Funding for Enablement Services	-	(12.729)	(12.238)	(13.324)	(13.645)
15834	Return of Funding for Workplace Relations and Safety Portfolio	-	(0.655)	(1.155)	(1.155)	(1.155)
15835	Return of Funding for Regional Skills Leadership Groups	-	(11.482)	(11.483)	(11.483)	(11.483)
16184	Return of Funding for Strategy, Performance and Design	(0.024)	(0.184)	(0.184)	(0.184)	(0.184)
<b>Total Operating</b>		<b>(1.314)</b>	<b>(50.818)</b>	<b>(50.735)</b>	<b>(51.891)</b>	<b>(51.467)</b>

**Summary of in-principle initiatives:****In-Principle Initiatives**

<b>Initiative ID</b>	<b>Initiative Name</b>	<b>\$m - increase/(decrease)</b>				
		<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>2027/28 &amp; Outyears</b>
16124	Reduction of Crown Funding and Increase in Fees and Levies for Immigration System Costs	-	(114.200)	(114.200)	(114.200)	(114.200)
16172	Employment Services Immigration Savings	-	(0.800)	(0.800)	(0.800)	(0.800)
<b>Total Operating</b>		-	<b>(115.000)</b>	<b>(115.000)</b>	<b>(115.000)</b>	<b>(115.000)</b>

Note: Throughout the document, “total operating” refers to funding over five years (2023/24 to 2027/28) and “total capital” refers to funding over 10 years (2023/24 to 2032/33).

Rachel Hayward  
Secretary of the Cabinet

<b>Vote:</b>	Labour Market
<b>Appropriation Administrator:</b>	Ministry of Business, Innovation and Employment
<b>Title:</b>	Return of Funding for Accident Compensation Policy Advice
<b>Description:</b>	This savings initiative returns \$0.880 million total operating funding for Accident Compensation Policy Advice which has been scaled due to Government priorities.

### Appropriation Changes

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	-	(0.220)	(0.220)	(0.220)	(0.220)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>(0.220)</b>	<b>(0.220)</b>	<b>(0.220)</b>	<b>(0.220)</b>

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Multi-Category Expenses and Capital Expenditure:</b>					
Policy Advice and Related Services to Ministers (MCA)					
<i>Departmental Output Expenses:</i>					
Policy Advice and Related Services to Ministers - Accident Compensation (funded by revenue Crown)	-	(0.220)	(0.220)	(0.220)	(0.220)
Total Multi-Category Expenses and Capital Expenditure: Policy Advice and Related Services to Ministers (MCA)	-	(0.220)	(0.220)	(0.220)	(0.220)
<b>Total Operating</b>	-	<b>(0.220)</b>	<b>(0.220)</b>	<b>(0.220)</b>	<b>(0.220)</b>

### Additional Recommendations

- agreed** to scale the Policy Advice and Related Ministerial Servicing – Accident Compensation category;
- noted** that the above appropriation changes give effect to the decision to scale the Policy Advice and Related Ministerial Servicing – Accident Compensation category;

<b>Vote:</b>	Labour Market
<b>Appropriation Administrator:</b>	Ministry of Business, Innovation and Employment
<b>Title:</b>	Return of Funding for Employment Policy Advice
<b>Description:</b>	This savings initiative returns \$1.628 million total operating funding for Employment Policy Advice which has been scaled due to a change in Government priorities.

### Appropriation Changes

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	-	(0.407)	(0.407)	(0.407)	(0.407)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>(0.407)</b>	<b>(0.407)</b>	<b>(0.407)</b>	<b>(0.407)</b>

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Multi-Category Expenses and Capital Expenditure:</b>					
Policy Advice and Related Services to Ministers (MCA)					
<i>Departmental Output Expenses:</i>					
Policy Advice and Related Services to Ministers - Employment (funded by revenue Crown)	-	(0.407)	(0.407)	(0.407)	(0.407)
Total Multi-Category Expenses and Capital Expenditure: Policy Advice and Related Services to Ministers (MCA)	-	(0.407)	(0.407)	(0.407)	(0.407)
<b>Total Operating</b>	-	<b>(0.407)</b>	<b>(0.407)</b>	<b>(0.407)</b>	<b>(0.407)</b>

**Initiative No: 15832****Vote:** Labour Market**Appropriation Administrator:** Ministry of Business, Innovation and Employment**Title:** Return of Funding for Employment Sector Analysis and Facilitation**Description:** This savings initiative returns \$0.504 million total operating funding for Employment Sector Analysis and Facilitation which has been scaled due to a change in Government priorities.**Appropriation Changes**

	<b>\$m - increase/(decrease)</b>				
	<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>2027/28 &amp; Outyears</b>
Operating Balance Impact*	-	(0.126)	(0.126)	(0.126)	(0.126)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>(0.126)</b>	<b>(0.126)</b>	<b>(0.126)</b>	<b>(0.126)</b>

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

	<b>\$m - increase/(decrease)</b>				
	<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>2027/28 &amp; Outyears</b>
<b>Departmental Output Expenses:</b>					
Employment - Employment Sector Analysis and Facilitation (funded by revenue Crown)	-	(0.126)	(0.126)	(0.126)	(0.126)
<b>Total Operating</b>	-	<b>(0.126)</b>	<b>(0.126)</b>	<b>(0.126)</b>	<b>(0.126)</b>

**Initiative No: 16186**

**Vote:** Labour Market

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

**Title:** Return of Funding for Engagement and Experience

**Description:** This savings initiative returns \$5.460 million total operating funding for Engagement and Experience at the Ministry of Business, Innovation and Employment.

**Appropriation Changes**

	<b>\$m - increase/(decrease)</b>				
	<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>2027/28 &amp; Outyears</b>
Operating Balance Impact*	(1.040)	(1.307)	(1.240)	(1.240)	(0.633)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	<b>(1.040)</b>	<b>(1.307)</b>	<b>(1.240)</b>	<b>(1.240)</b>	<b>(0.633)</b>

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

	<b>\$m - increase/(decrease)</b>				
	<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>2027/28 &amp; Outyears</b>
<b>Departmental Output Expenses:</b>					
Immigration - Regulation of Immigration Advisers (funded by revenue Crown)	(0.061)	(0.087)	(0.082)	(0.082)	(0.032)
Workplace Relations and Safety - Employment Relations Services (funded by revenue Crown)	(0.955)	(0.973)	(0.911)	(0.911)	(0.354)
<b>Multi-Category Expenses and Capital Expenditure:</b>					
Immigration Services (MCA)					
<i>Departmental Output Expenses:</i>					
Services for the Attraction of Migrants (funded by revenue Crown)	(0.024)	(0.247)	(0.247)	(0.247)	(0.247)
Total Multi-Category Expenses and Capital Expenditure: Immigration Services (MCA)	(0.024)	(0.247)	(0.247)	(0.247)	(0.247)
<b>Total Operating</b>	<b>(1.040)</b>	<b>(1.307)</b>	<b>(1.240)</b>	<b>(1.240)</b>	<b>(0.633)</b>



## Additional Recommendations

- 4 **agreed** to scale operating funding for Engagement and Experience at the Ministry of Business, Innovation and Employment;
- 5 **noted** that this initiative relates to Initiative 15688 in Vote Business, Science and Innovation and Initiative 16185 in Vote Building and Construction;

**Initiative No: 15829**

**Vote:** Labour Market

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

**Title:** Return of Crown Funding for Immigration Visa Subsidies

**Description:** This savings initiative returns \$73.528 million total Crown Revenue for immigration visa Crown subsidies which have been scaled due to a faster than expected recovery in the volume of visa applications and a change in Government priorities.

**Appropriation Changes**

	<b>\$m - increase/(decrease)</b>				
	<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>2027/28 &amp; Outyears</b>
Operating Balance Impact*	-	(18.401)	(18.375)	(18.445)	(18.307)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	18.401	18.375	18.445	18.307
<b>Total</b>	-	-	-	-	-

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

	<b>\$m - increase/(decrease)</b>				
	<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>2027/28 &amp; Outyears</b>
<b>Multi-Category Expenses and Capital Expenditure:</b>					
Immigration Services (MCA)					
<i>Departmental Output Expenses:</i>					
Assessment and Processing Services (funded by revenue Crown)	-	14.249	14.249	14.249	14.249
Assessment and Processing Services (funded by revenue Other)	-	4.152	4.126	4.196	4.058
Assessment and Processing Services (funded by revenue Crown)	-	(18.401)	(18.375)	(18.445)	(18.307)
Total Multi-Category Expenses and Capital Expenditure: Immigration Services (MCA)	-	-	-	-	-
<b>Total Operating</b>	-	-	-	-	-

**Additional Recommendations**

- 6 **noted** that in April 2024, Cabinet:
- 6.1 agreed in principle, subject to final Budget 2024 decisions, to remove Crown funding of \$18.382 million on average per annum to subsidise fees and levies provided for in the 2022 fee and levy review;
  - 6.2 agreed to continue to subsidise the Pacific related visas at a cost of \$1.167 million on average per annum;
- [CAB-24-MIN-0109]
- 7 **agreed** to remove Crown funding of \$18.382 million on average per annum to subsidise fees and levies provided for in the 2022 fee and levy review;
- 8 **agreed** to subsidise the cost of Recognised Seasonal Employer (limited work), Pacific Access Category and Samoan Quota visas, to maintain fee rates at a level equal to current combined fee and levy rates for these visas;
- 9 **noted** that the removal of Crown subsidies ahead of increasing fee and levy rates will worsen the fee and levy memorandum/hypothecation accounts and that the final fee and levy review decisions in mid-2024 are intended to rebalance the accounts over a four-year period;

<b>Vote:</b>	Labour Market
<b>Appropriation Administrator:</b>	Ministry of Business, Innovation and Employment
<b>Title:</b>	Return of Funding for Additional Immigration New Zealand Call Centre Capacity During Border Reopening
<b>Description:</b>	This savings initiative returns \$0.250 million total operating funding that was provided for additional capacity to answer visitor visa enquiries while New Zealand's borders were reopening. The additional capacity was not needed for as long as initially thought, resulting in one-off savings of \$0.250 million.

### Appropriation Changes

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	(0.250)	-	-	-	-
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	<b>(0.250)</b>	-	-	-	-

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Multi-Category Expenses and Capital Expenditure:</b>					
Immigration Services (MCA)					
<i>Departmental Output Expenses:</i>					
Assessment and Processing Services (funded by revenue Crown)	(0.250)	-	-	-	-
Total Multi-Category Expenses and Capital Expenditure: Immigration Services (MCA)	(0.250)	-	-	-	-
<b>Total Operating</b>	<b>(0.250)</b>	-	-	-	-

**Initiative No: 16124**

<b>Vote:</b>	Labour Market
<b>Appropriation Administrator:</b>	Ministry of Business, Innovation and Employment
<b>Title:</b>	Reduction of Crown Funding and Increase in Fees and Levies for Immigration System Costs
<b>Description:</b>	This revenue initiative reduces Crown revenue for Immigration New Zealand. Alternative revenue for the service will be provided through fees and levies paid by users of the Immigration system. This initiative reflects in-principle decisions already made by Cabinet, which will be confirmed in a report back in mid-2024 [CAB-24-MIN-0109].

**In-Principle Initiative Agreed by Cabinet**

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Impact on Operating Allowance	-	(114.200)	(114.200)	(114.200)	(114.200)
Impact on Multi-Year Capital Allowance	-	-	-	-	-
<b>Total</b>	-	<b>(114.200)</b>	<b>(114.200)</b>	<b>(114.200)</b>	<b>(114.200)</b>

**Additional Recommendations**

10 **noted** that in April 2024, Cabinet:

10.1 agreed in principle, subject to final Budget 2024 decisions, that users of the immigration system fund the current Crown costs and future cost pressures based on the principle that those that receive the benefit or create the risk should bear the cost of those services, comprising of:

10.1.1 \$72.9 million per annum (average over four years) of immigration system activities (\$86.1 million including cost pressures);

10.1.2 \$41.3 million per annum for ESOL (English for Speakers of Other Languages) programmes in schools (\$58.1 million including cost pressures);

[CAB-24-MIN-0109]

10.2 agreed to targeted consultation in April 2024 on increases to fee and levy rates;

10.3 invited the Minister of Immigration to report back to the Cabinet Economic Policy Committee in mid-2024 following targeted consultation to seek agreement to final proposals on fee and levy rates, with updated rates taking effect in late September 2024;

11 **noted** that Cabinet will make final decisions on increased fee and levy rates, including the relevant appropriation changes and finalised amount of Crown savings, as part of the mid-2024 report back;

12 **noted** that this Initiative relates to Initiative 15733 in Vote Education and Initiative 16172 in Vote Labour Market;

**Initiative No: 15826**

**Vote:** Labour Market

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

**Title:** Return of Funding for Policy Advice – Workplace Relations and Safety Portfolio

**Description:** This savings initiative returns \$2.776 million total operating funding for Workplace Relations and Safety Policy Advice which has been scaled due to Government priorities.

**Appropriation Changes**

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	-	(0.694)	(0.694)	(0.694)	(0.694)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>(0.694)</b>	<b>(0.694)</b>	<b>(0.694)</b>	<b>(0.694)</b>

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Multi-Category Expenses and Capital Expenditure:</b>					
Policy Advice and Related Services to Ministers (MCA)					
<i>Departmental Output Expenses:</i>					
Policy Advice and Related Services to Ministers - Workplace Relations and Safety (funded by revenue Crown)	-	(0.694)	(0.694)	(0.694)	(0.694)
Total Multi-Category Expenses and Capital Expenditure: Policy Advice and Related Services to Ministers (MCA)	-	(0.694)	(0.694)	(0.694)	(0.694)
<b>Total Operating</b>	-	<b>(0.694)</b>	<b>(0.694)</b>	<b>(0.694)</b>	<b>(0.694)</b>

## Initiative No: 16182

<b>Vote:</b>	Labour Market
<b>Appropriation Administrator:</b>	Ministry of Business, Innovation and Employment
<b>Title:</b>	Return of Funding for Digital Data and Insights
<b>Description:</b>	This savings initiative returns \$10.752 million total operating funding for Digital Data and Insights at the Ministry of Business, Innovation and Employment.

## Appropriation Changes

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	-	(2.688)	(2.688)	(2.688)	(2.688)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>(2.688)</b>	<b>(2.688)</b>	<b>(2.688)</b>	<b>(2.688)</b>

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Departmental Output Expenses:</b>					
Employment - Employment Sector Analysis and Facilitation (funded by revenue Crown)	-	(0.007)	(0.007)	(0.007)	(0.007)
Immigration - Regulation of Immigration Advisers (funded by revenue Crown)	-	(0.012)	(0.012)	(0.012)	(0.012)
Workplace Relations and Safety - Employment Relations Services (funded by revenue Crown)	-	(0.246)	(0.246)	(0.246)	(0.246)
<b>Multi-Category Expenses and Capital Expenditure:</b>					
Immigration Services (MCA)					
<i>Departmental Output Expenses:</i>					
Assessment and Processing Services (funded by revenue Crown)	-	(1.770)	(1.770)	(1.770)	(1.770)
Integrity and Security of the New Zealand Immigration System (funded by revenue Crown)	-	(0.358)	(0.358)	(0.358)	(0.358)



	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Services for the Attraction of Migrants (funded by revenue Crown)	-	(0.032)	(0.032)	(0.032)	(0.032)
Settlement and Integration of Refugees and Other Migrants (funded by revenue Crown)	-	(0.159)	(0.159)	(0.159)	(0.159)
<b>Total Multi-Category Expenses and Capital Expenditure: Immigration Services (MCA)</b>	-	(2.319)	(2.319)	(2.319)	(2.319)
Policy Advice and Related Services to Ministers (MCA)					
<i>Departmental Output Expenses:</i>					
Policy Advice and Related Services to Ministers - Accident Compensation (funded by revenue Crown)	-	(0.007)	(0.007)	(0.007)	(0.007)
Policy Advice and Related Services to Ministers - Employment (funded by revenue Crown)	-	(0.015)	(0.015)	(0.015)	(0.015)
Policy Advice and Related Services to Ministers - Immigration (funded by revenue Crown)	-	(0.040)	(0.040)	(0.040)	(0.040)
Policy Advice and Related Services to Ministers - Workplace Relations and Safety (funded by revenue Crown)	-	(0.042)	(0.042)	(0.042)	(0.042)
<b>Total Multi-Category Expenses and Capital Expenditure: Policy Advice and Related Services to Ministers (MCA)</b>	-	(0.104)	(0.104)	(0.104)	(0.104)
<b>Total Operating</b>	-	<b>(2.688)</b>	<b>(2.688)</b>	<b>(2.688)</b>	<b>(2.688)</b>

### Additional Recommendations

- 13 **agreed** to scale funding for Digital Data and Insights within the Ministry of Business, Innovation and Employment;
- 14 **noted** that this Initiative relates to Initiative 15686 in Vote Business, Science and Innovation and Initiative 16181 in Vote Building and Construction;

Initiative No: 15833

**Vote:** Labour Market

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

**Title:** Return of Funding for Employment Relations Services

**Description:** This savings initiative returns \$7.700 million total operating funding for Employment Relations Services which has been scaled due to a change in Government priorities

### Appropriation Changes

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	-	(1.925)	(1.925)	(1.925)	(1.925)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>(1.925)</b>	<b>(1.925)</b>	<b>(1.925)</b>	<b>(1.925)</b>

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Departmental Output Expenses:</b>					
Workplace Relations and Safety - Employment Relations Services (funded by revenue Crown)	-	(1.925)	(1.925)	(1.925)	(1.925)
<b>Total Operating</b>	-	<b>(1.925)</b>	<b>(1.925)</b>	<b>(1.925)</b>	<b>(1.925)</b>

### Additional Recommendation

15 **agreed** to scale funding for Employment Relations Services;

<b>Vote:</b>	Labour Market
<b>Appropriation Administrator:</b>	Ministry of Business, Innovation and Employment
<b>Title:</b>	Return of Funding for Enablement Services
<b>Description:</b>	This savings initiative returns \$51.936 million total operating funding for Enablement Services at the Ministry of Business, Innovation and Employment.

### Appropriation Changes

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	-	(12.729)	(12.238)	(13.324)	(13.645)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>(12.729)</b>	<b>(12.238)</b>	<b>(13.324)</b>	<b>(13.645)</b>

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Departmental Output Expenses:</b>					
ACC - Regulatory Services (funded by revenue Crown)	-	(0.001)	(0.001)	(0.001)	(0.001)
Employment - Employment Sector Analysis and Facilitation (funded by revenue Crown)	-	(0.031)	(0.029)	(0.031)	(0.031)
Immigration - Regulation of Immigration Advisers (funded by revenue Crown)	-	(0.061)	(0.059)	(0.064)	(0.066)
Workplace Relations and Safety - Employment Relations Services (funded by revenue Crown)	-	(1.208)	(1.162)	(1.267)	(1.298)
<b>Multi-Category Expenses and Capital Expenditure:</b>					
Immigration Services (MCA)					
<i>Departmental Output Expenses:</i>					
Assessment and Processing Services (funded by revenue Crown)	-	(8.246)	(7.937)	(8.655)	(8.867)
Integrity and Security of the New Zealand Immigration System (funded by revenue Crown)	-	(1.671)	(1.595)	(1.721)	(1.758)
Services for the Attraction of Migrants (funded by revenue Crown)	-	(0.156)	(0.149)	(0.162)	(0.166)

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Settlement and Integration of Refugees and Other Migrants (funded by revenue Crown)	-	(0.856)	(0.828)	(0.903)	(0.926)
Total Multi-Category Expenses and Capital Expenditure: Immigration Services (MCA)	-	(10.929)	(10.509)	(11.441)	(11.717)
Policy Advice and Related Services to Ministers (MCA)					
<i>Departmental Output Expenses:</i>					
Policy Advice and Related Services to Ministers - Accident Compensation (funded by revenue Crown)	-	(0.031)	(0.030)	(0.033)	(0.034)
Policy Advice and Related Services to Ministers - Employment (funded by revenue Crown)	-	(0.073)	(0.070)	(0.076)	(0.078)
Policy Advice and Related Services to Ministers - Immigration (funded by revenue Crown)	-	(0.192)	(0.184)	(0.200)	(0.204)
Policy Advice and Related Services to Ministers - Workplace Relations and Safety (funded by revenue Crown)	-	(0.203)	(0.194)	(0.211)	(0.216)
Total Multi-Category Expenses and Capital Expenditure: Policy Advice and Related Services to Ministers (MCA)	-	(0.499)	(0.478)	(0.520)	(0.532)
<b>Total Operating</b>	-	<b>(12.729)</b>	<b>(12.238)</b>	<b>(13.324)</b>	<b>(13.645)</b>

### Additional Recommendations

- 16 **agreed** to scale funding for Enablement Services at the Ministry for Business, Innovation and Employment;
- 17 **noted** that Enablement Services at the Ministry for Business, Innovation and Employment includes property, information technology, data and insight, legal services, human resources, finance, communications, and strategy;
- 18 **noted** that the scaling will come from the consolidation of property footprint, FTE reductions proportionate to other confirmed reductions, and the conversion of contractors to employees;
- 19 **noted** that this Initiative relates to Initiative 15597 in Vote Business, Science and Innovation and Initiative 16179 in Vote Building and Construction;

Initiative No: 15834

<b>Vote:</b>	Labour Market
<b>Appropriation Administrator:</b>	Ministry of Business, Innovation and Employment
<b>Title:</b>	Return of Funding for Workplace Relations and Safety Portfolio
<b>Description:</b>	This savings initiative returns \$4.120 million total operating funding for the Workplace Relations and Safety Portfolio related to the Industrial Relations Foundation, the Equal Employment Opportunities Trust (Diversity Works), and support for screen industry occupational bargaining, which has been stopped due to a change in Government priorities.

### Appropriation Changes

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	-	(0.655)	(1.155)	(1.155)	(1.155)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>(0.655)</b>	<b>(1.155)</b>	<b>(1.155)</b>	<b>(1.155)</b>

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Non-Departmental Other Expenses:</b>					
Workplace Relations and Safety - Equal Employment Opportunities Trust	-	(0.396)	(0.396)	(0.396)	(0.396)
Workplace Relations and Safety - New Zealand Industrial Relations Foundation	-	(0.015)	(0.015)	(0.015)	(0.015)
Workplace Relations and Safety – Support for Fair Pay Agreements and Screen Industry occupational bargaining	-	(0.244)	(0.744)	(0.744)	(0.744)
<b>Total Operating</b>	-	<b>(0.655)</b>	<b>(1.155)</b>	<b>(1.155)</b>	<b>(1.155)</b>

### Additional Recommendation

- 20 **agreed** to cease funding for the Industrial Relations Foundation, the Equal Employment Opportunities Trust (Diversity Works), and support for screen industry occupational bargaining;

Initiative No: 15835

**Vote:** Labour Market

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

**Title:** Return of Funding for Regional Skills Leadership Groups

**Description:** This savings initiative returns \$45.931 million total operating funding for the Regional Skills Leadership Groups which has been stopped due to a change in Government priorities.

### Appropriation Changes

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	-	(11.482)	(11.483)	(11.483)	(11.483)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	-	<b>(11.482)</b>	<b>(11.483)</b>	<b>(11.483)</b>	<b>(11.483)</b>

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Departmental Output Expenses:</b>					
Employment - Regional Skills Leadership Groups (funded by revenue Crown)	-	(11.482)	(11.483)	(11.483)	(11.483)
<b>Total Operating</b>	-	<b>(11.482)</b>	<b>(11.483)</b>	<b>(11.483)</b>	<b>(11.483)</b>

### Additional Recommendation

21 **noted** that in January 2024, Cabinet agreed to disestablish Regional Skills Leadership Groups [CAB-24-MIN-0004];

**Initiative No: 16184**

<b>Vote:</b>	Labour Market
<b>Appropriation Administrator:</b>	Ministry of Business, Innovation and Employment
<b>Title:</b>	Return of Funding for Strategy, Performance and Design
<b>Description:</b>	This savings initiative returns \$0.760 million total operating funding for Strategy, Performance and Design at the Ministry of Business, Innovation and Employment.

**Appropriation Changes**

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	(0.024)	(0.184)	(0.184)	(0.184)	(0.184)
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	-	-	-	-
<b>Total</b>	<b>(0.024)</b>	<b>(0.184)</b>	<b>(0.184)</b>	<b>(0.184)</b>	<b>(0.184)</b>

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Departmental Output Expenses:</b>					
Immigration - Regulation of Immigration Advisers (funded by revenue Crown)	(0.002)	(0.015)	(0.015)	(0.015)	(0.015)
Workplace Relations and Safety - Employment Relations Services (funded by revenue Crown)	(0.022)	(0.169)	(0.169)	(0.169)	(0.169)
<b>Total Operating</b>	<b>(0.024)</b>	<b>(0.184)</b>	<b>(0.184)</b>	<b>(0.184)</b>	<b>(0.184)</b>

**Additional Recommendations**

- 22 **agreed** to scale funding for Strategy, Performance and Design at the Ministry of Business, Innovation and Employment;
- 23 **noted** that this Initiative relates to Initiative 15677 in Vote Business, Science and Innovation and Initiative 15183 in Vote Building and Construction;

**Initiative No: 15828**

**Vote:** Labour Market

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

**Title:** Return of Funding for WorkSafe Health and Safety at Work

**Description:** This savings initiative reduces \$8.561 million total operating funding for WorkSafe from the Health and Safety at Work levy, tagged for Plant and Structures regulatory reform implementation.

**Appropriation Changes**

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Operating Balance Impact*	-	-	-	-	-
Net Core Crown Debt Impact Only	-	-	-	-	-
No Impact	-	(5.561)	(1.000)	(1.000)	(1.000)
<b>Total</b>	-	-	-	-	-

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

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
<b>Non-Departmental Output Expenses:</b>					
Workplace Relations and Safety - Workplace Health and Safety	-	(5.561)	(1.000)	(1.000)	(1.000)
<b>Total Operating</b>	-	(5.561)	(1.000)	(1.000)	(1.000)

**Additional Recommendations**

- 24 **agreed** to reduce funding for Plant and Structures regulatory reform;
- 25 **noted** that these appropriation changes have no impact on the Budget 2024 operating allowance as the Plant and Structures regulatory reforms were funded entirely from the Health and Safety at Work Levy;



**Initiative No: 16172**

<b>Vote:</b>	Labour Market
<b>Appropriation Administrator:</b>	Ministry of Business, Innovation and Employment
<b>Title:</b>	Employment Services Immigration Savings
<b>Description:</b>	This initiative returns Crown funding appropriated for MBIE's Employment Relations Services for immigration activities and funds these activities with commensurate revenue from fees and levies from the immigration system.

**In-Principle Initiative Agreed by Cabinet**

	\$m - increase/(decrease)				
	2023/24	2024/25	2025/26	2026/27	2027/28 & Outyears
Impact on Operating Allowance	-	(0.800)	(0.800)	(0.800)	(0.800)
Impact on Multi-Year Capital Allowance	-	-	-	-	-
<b>Total</b>	-	<b>(0.800)</b>	<b>(0.800)</b>	<b>(0.800)</b>	<b>(0.800)</b>

**Additional Recommendations**

26 **noted** that in April 2024, Cabinet:

26.1 agreed in principle, subject to final Budget 2024 decisions, that users of the immigration system fund the current Crown costs and future cost pressures based on the principle that those that receive the benefit or create the risk should bear the cost of those services, comprising of:

26.1.1 \$72.9 million per annum (average over four years) of immigration system activities (\$86.1 million including cost pressures);

26.1.2 \$41.3 million per annum for ESOL (English for Speakers of Other Languages) programmes in schools (\$58.1 million including cost pressures);

[CAB-24-MIN-0109]

26.2 agreed to targeted consultation with key stakeholders in April 2024 on increases to fee and levy rates;

26.3 invited the Minister of Immigration to report back to the Cabinet Economic Policy Committee in mid-2024 following targeted consultation to seek agreement to final proposals on fee and levy rates, with updated rates taking effect in late September 2024;

27 **noted** that funding for Recognised Seasonal Employer inspections undertaken by the Labour Inspectorate and related immigration activities undertaken by MBIE employment services have been included in the changes for the immigration system fee and levy review mentioned above;

- 28 **noted** that the Crown funding reduction for this initiative is contingent on the identified costs being met through immigration fee and levy revenue, and relates to Initiative 16124 in Vote Labour Market;
- 29 **noted** that Cabinet will make final decisions on increased fee and levy rates, including relevant appropriation changes for this savings initiative, as part of the mid-2024 report back referred to above.