

The Treasury

Budget 2020 Information Release

August 2020

This document has been proactively released by the Minister of Finance on the Treasury website at <https://treasury.govt.nz/publications/information-release/budget-2020-information-release>

Cabinet Document Details

Title: **Cabinet Minute CAB-20-MIN-0328.05: COVID-19 Response and Recovery Fund (CRRF) July Package: Vote Corrections**

Date: **6 July 2020**

Creator: Cabinet Office

No Information has been Withheld

Copyright and Licensing

Cabinet material and advice to Ministers from the Treasury and other public service departments are © **Crown copyright** but are licensed for re-use under **Creative Commons Attribution 4.0 International (CC BY 4.0)** [<https://creativecommons.org/licenses/by/4.0/>].

For material created by other parties, copyright is held by them and they must be consulted on the licensing terms that they apply to their material.

Accessibility

The Treasury can provide an alternate HTML version of this material if requested. Please cite this document's title or PDF file name when you email a request to information@treasury.govt.nz.



Cabinet

Minute of Decision

This document contains information for the New Zealand Cabinet. It must be treated in confidence and handled in accordance with any security classification, or other endorsement. The information can only be released, including under the Official Information Act 1982, by persons with the appropriate authority.

COVID-19 Response and Recovery Fund (CRRF) July Package: Vote Corrections

On 6 July 2020, Cabinet:

- 1 **approved** the attached initiatives for the above Vote for inclusion in the COVID-19 Response and Recovery Fund (CRRF) July package;
- 2 **agreed** to establish new appropriations where required to implement these initiatives, as described in the attached initiative documents;
- 3 **approved** changes to appropriations and/or capital injections to the administering department (where applicable) to implement the initiatives, as set out in the attached initiative documents;
- 4 **approved** the additional recommendations to give effect to the initiatives, as set out in the attached initiative documents;
- 5 **authorised** the Minister of Finance and relevant Appropriation Ministers to approve jointly any other changes to appropriations and/or capital injections, and the establishment of new appropriations where necessary, to give effect to the policy decisions outlined in the submission under CAB-20-SUB-0328;
- 6 **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 prior to finalising the 2020/21 Supplementary Estimates;
- 7 **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 an in-confidence-until-announcement basis, of decisions that directly affect that Crown entity for the purpose of planning and preparation of their Statement of Intent;
- 8 **agreed** that any and all underspends related to the initiatives approved in this package be returned to the CRRF, until it ceases to exist, at which point they be returned to the centre;
- 9 **agreed** that the changes to appropriations and/or capital injections for 2020/21 in the attached initiative documents be included in the 2020/21 Supplementary Estimates and that, in the interim, the increase be met from Imprest Supply;
- 10 **agreed** that the expenses incurred under the attached initiative documents be charged against the COVID-19 Response and Recovery Fund established as part of Budget 2020;

- 11 **noted** that all communications relating to the CRRF and 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: Corrections

Title: Justice Sector Resourcing to Address COVID-19 Related Backlogs

Description: This initiative will provide funding for the Ministry of Justice, NZ Police, Department of Corrections, Oranga Tamariki, and Crown Law to increase their resources to address the COVID-19 related backlog of cases across multiple District Court and High Court jurisdictions. This funding will support five new District Court Judges, four acting High Court Judges, and one acting Associate High Court Judge. Led by the Minister of Justice.

Appropriation changes

	Sm - increase/(decrease)				
	2019/20	2020/21	2021/22	2022/23	2023/24
Operating Balance Impact	-	0.098	0.195	0.195	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	0.098	0.195	0.195	-

	Sm - increase/(decrease)				
	2019/20	2020/21	2021/22	2022/23	2023/24
Multi-Category Expenses and Capital Expenditure:					
Public Safety is Improved (MCA)					
<i>Departmental Output Expense:</i>					
Prison-based Custodial Services (funded by revenue Crown)	-	0.098	0.195	0.195	-
Total Multi-Category Expenses and Capital Expenditure: Public Safety is Improved (MCA)	-	0.098	0.195	0.195	-
Total Operating	-	0.098	0.195	0.195	-

Additional recommendation

- 12 **noted** that relevant funding has also been provided through each of Vote Courts (Initiative 13017), Vote Police (Initiative 13018), Vote Justice (Initiative 12906), Vote Attorney-General (Initiative 13015) and Vote Oranga Tamariki (Initiative 13014).

Initiative No: 12988

Vote: Corrections

Title: Mayfair House: Offsetting COVID-19 Redevelopment Delay Impacts

Description: This initiative provides funding for additional costs incurred as a result of COVID-19 related delays on the Mayfair House redevelopment project. This includes additional resource costs due to COVID-19 delays, additional construction costs, and additional rent and security costs for the decant building.

Appropriation changes

	Sm - increase/(decrease)				
	2019/20	2020/21	2021/22	2022/23	2023/24 & Outyears
Operating Balance Impact	-	0.034	1.246	0.096	0.096
Debt Impact	-	0.163	0.800	-	-
No Impact	-	-	-	-	-
Total	-	0.197	2.046	0.096	0.096

	Sm - increase/(decrease)				
	2019/20	2020/21	2021/22	2022/23	2023/24 & Outyears
Departmental Output Expenses:					
Re-offending is Reduced (funded by revenue Crown)	-	0.003	0.125	0.010	0.010
Capital Injections:					
Department of Corrections - Capital Injection	-	0.163	0.800	-	-
Multi-Category Expenses and Capital Expenditure:					
Public Safety is Improved (MCA)					
<i>Departmental Output Expenses:</i>					
Prison-based Custodial Services (funded by revenue Crown)	-	0.025	0.897	0.069	0.069
Sentences and Orders Served in the Community (funded by revenue Crown)	-	0.006	0.224	0.017	0.017
Total Multi-Category Expenses and Capital Expenditure: Public Safety is Improved (MCA)	-	0.031	1.121	0.086	0.086
Total Operating	-	0.034	1.246	0.096	0.096
Total Capital	-	0.163	0.800	-	-

Initiative No: 12989

Vote: Corrections

Title: Te Maihi o te Whare Māori – Māori and Iwi Housing Innovation (MAIHI) – Northland Region Corrections Facility

Description: This initiative funds Corrections to develop a prison-based industry focused on the assembly of affordable kitset homes provided by Kāinga Ora. The kitset homes will be assembled at a purpose-built facility located outside the wire at Northland Region Corrections Facility, with up to 130 people gaining trades training, employment skills and experience over four years. This collaboration will see the delivery of 48 high-quality new-built kitset homes into supply in Te Tai Tokerau.

Appropriation changes

	Sm - increase/(decrease)				
	2019/20	2020/21	2021/22	2022/23	2023/24 & Outyears
Operating Balance Impact	-	1.100	1.500	1.500	1.500
Debt Impact	-	3.600	-	-	-
No Impact	-	-	-	-	-
Total	-	4.700	1.500	1.500	1.500

	Sm - increase/(decrease)				
	2019/20	2020/21	2021/22	2022/23	2023/24 & Outyears
Departmental Output Expenses:					
Re-offending is Reduced (funded by revenue Crown)	-	1.100	1.500	1.500	1.500
Capital Injections:					
Department of Corrections - Capital Injection	-	3.600	-	-	-
Total Operating	-	1.100	1.500	1.500	1.500
Total Capital	-	3.600	-	-	-