

# **Update on ITPs**

Presentation at FOW Tripartite Forum

# The Industry Strategy

- Enabling transformation of our economy by partnering with key industries

## Move from volume to value

- Looking for productivity growth in the high-volume areas of our export economy

## Opportunities in adjacent sectors

- Leveraging opportunities from our points of expertise and comparative advantage

## Back emerging sectors

- Seizing opportunities in new sectors of the economy

## Sectors facing disruption

- Managing disruption to workers and/or firms through better coordination

# The Economic Plan

## Vision

OUR VISION

TO BUILD A PRODUCTIVE, SUSTAINABLE AND INCLUSIVE ECONOMY  
TO IMPROVE THE LIVING STANDARDS AND WELLBEING OF ALL NEW ZEALANDERS

## Economic priorities

Grow and share NZ's prosperity

Support thriving and sustainable regions

Transition to a clean, green and carbon neutral NZ

Deliver responsible governance with a broader measure of success

## Shifts in the economy



The NZ economy moves from volume to value with kiwi businesses, including SMEs, becoming more productive



People are skilled, adaptable and have access to affordable lifelong learning



Deeper pools of capital are available to invest in infrastructure and grow NZ productive assets



Strong and revitalised regions



Enable a step change for Māori and Pacific economies



Sustainable and affordable energy systems



Land and resource use delivers greater value and improves environmental outcomes



Transform our housing market to ensure everyone has a warm and dry home

# Guiding principles of ITPs



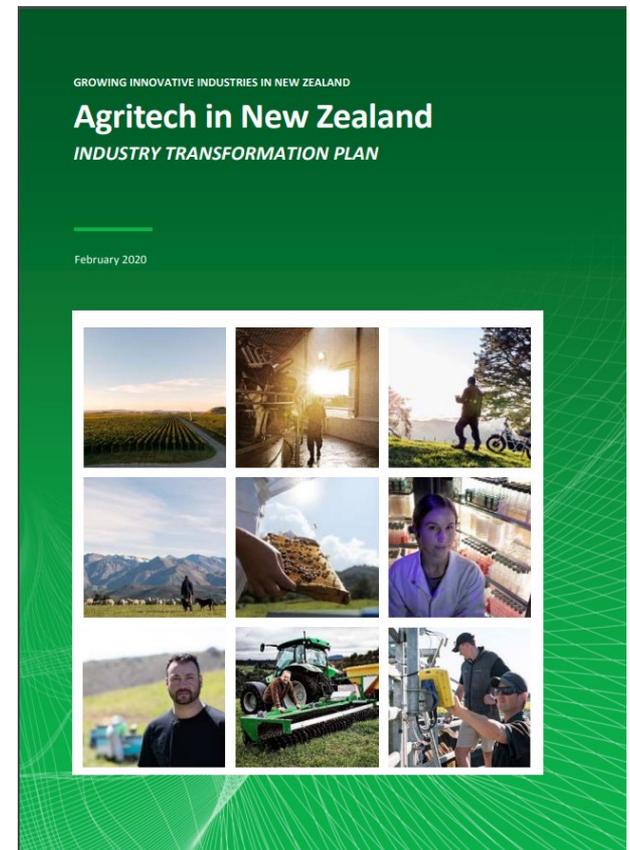
# Current ITPs

- **Agritech**
  - Leveraging opportunities from our points of expertise and comparative advantage
- **Construction**
  - A sector facing significant challenges
- **Digital technologies**
  - A key enabler and productivity enhancer for other sectors
- **Food and beverage**
  - Significant scope to add further value to the New Zealand economy
- **Forestry and wood processing**
  - Scope to move from volume to value, while supporting a shift to a low emissions economy

# Progress on the Agritech ITP

***A globally competitive agritech ecosystem, producing ingenious, value-adding companies that provide meaningful jobs, solving New Zealand and the world's sustainability problems. New Zealand Agritech - good for the world.***

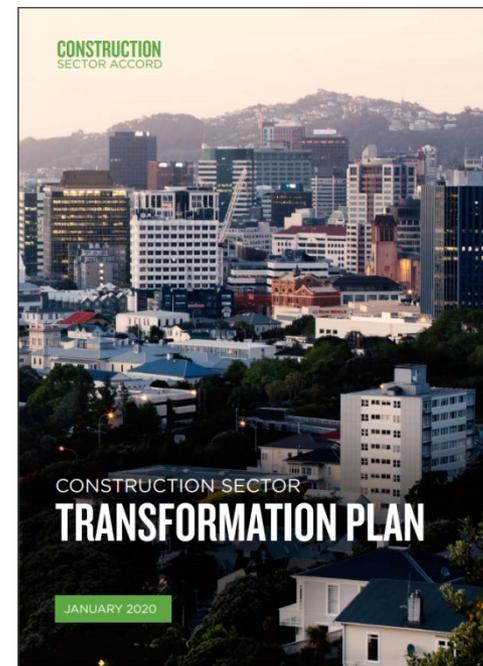
- The Agritech ITP will be launched in April 2020.
- Key workstreams in the ITP are:
  - Connecting to global opportunities and solving global problems
  - Stimulating commercialisation
  - Strengthening investment options
  - Skills development and future proofing workforce
  - Improving data interoperability and regulatory environment
  - Streamlining government support.



# Progress on the Construction ITP

*A high performing construction sector for a better New Zealand.*

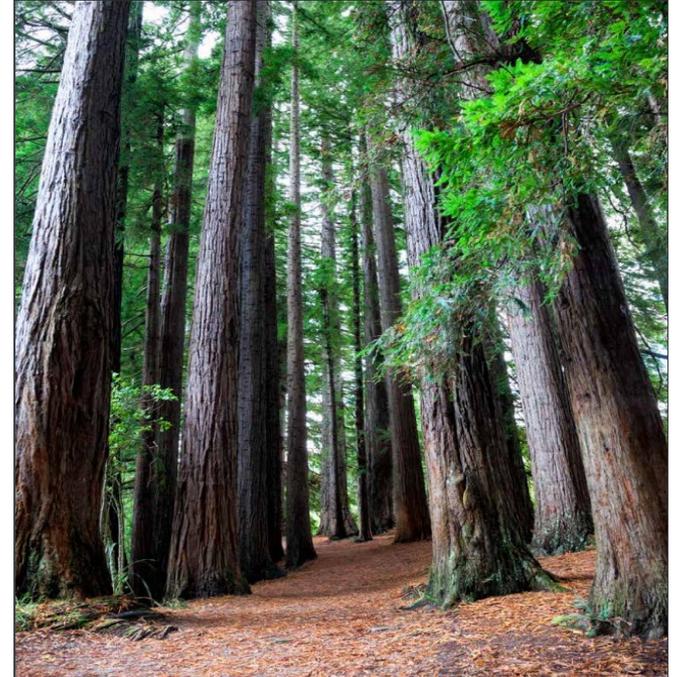
- A three-year plan was launched in January 2020, with 21 programmes across six workstreams:
  - Leadership
  - Business Performance
  - People Development
  - Health, Safety and Wellbeing
  - Regulatory Environment
  - Procurement and Risk.
- Established the Transformation Delivery Group in February 2020.
- Ongoing work with industry, central and local government, sector organisations and other stakeholders to design and implement targeted initiatives.





# Progress on the Forestry and Wood Processing ITP

- This ITP is currently at the scoping and planning stage.
- The ITP will be positioned alongside the One Billion Trees Programme and the Forestry Strategy to support the transformation of the sector.
- Establishing an Industry Advisory Group to scope and support the development of the ITP.
- New Zealand Wood Fibres Future Research project is underway to explore viable opportunities for investment in bio-based products and bio-refinery processing technology.



# Progress on the Food and Beverage ITP

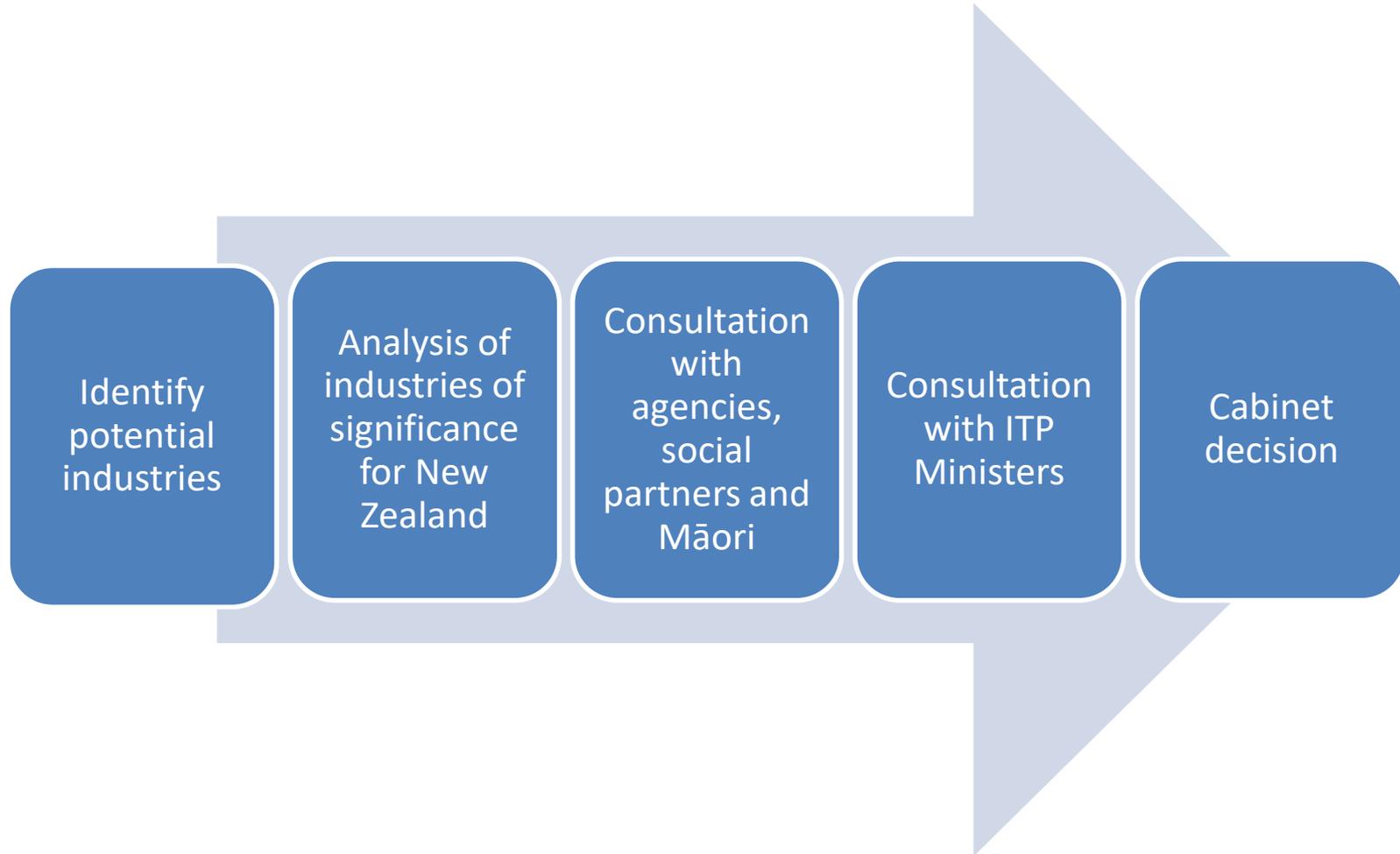
- Initial scoping and planning is underway in preparation for engagement with the food and beverage sector.
- The focus of the ITP will be on continuing to shift the sector from volume to value-add products.
- The ITP will be positioned alongside and aligned with the work of the Primary Sector Council in realising its vision – Fit for a better world.



## **Our key learnings to date**

- Importance of identifying and building strong relationships with our key partners.
- Value of good governance to ensure success.
- ITPs are an important mechanism for working with industries facing significant disruption to workers and/or businesses.
- Stronger engagement with Māori is integral to the ITP process and will provide opportunities to advance the Māori economy.

# Process for selecting next industries



# Scope and purpose of the ITP Handbook

- Together with social partners my officials have begun to co-design the ITP Handbook scope and purpose.
- The Handbook will serve a dual purpose. It will:
  - State the purpose and objectives of the ITPs and outline the process to develop them.
  - Encourage more industries to undertake strategic level planning – constructing their own plans.
- Seeking your perspective and views on the use and proposed outline of the Handbook today.