



COVERSHEET

Minister	Hon Stuart Nash	Portfolio	Regional and Economic Development
Title of Cabinet paper	Supporting the Māori Economy and Achieving Economic and Social Outcomes through Te Kupenga Hao Pāuaua	Date to be published	24 February 2021

List of documents that have been proactively released

Date	Title	Author
20 November 2020	Supporting the Māori Economy and Achieving Economic and Social Outcomes through Te Kupenga Hao Pāuaua	Office for the Minister for Regional and Economic Development
25 November 2020	CBC-20-MIN-0072	Cabinet Office

Information redacted

YES / ~~NO~~ (please select)

Any information redacted in this document is redacted in accordance with MBIE's policy on Proactive Release and is labelled with the reason for redaction. This may include information that would be redacted if this information was requested under Official Information Act 1982. Where this is the case, the reasons for withholding information are listed below. Where information has been withheld, no public interest has been identified that would outweigh the reasons for withholding it.

Some information has been withheld for the following reasons:

- Legal professional privilege
- Free and frank opinions
- Commercial information



Cabinet Business Committee

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.

Supporting the Māori Economy and Achieving Economic and Social Outcomes through Te Kupenga Hao Pāuaua


Portfolios Economic and Regional Development / Māori Development

On 25 November 2020, the Cabinet Business Committee:

- 1 **noted** that in May 2020, Cabinet approved funding of \$7.3 million to June 2021 for the initiative, *Supporting the Māori Economy through Social Procurement* and invited responsible Ministers to report back by 30 November 2020 on the implementation of the initiative and how implementation aligns with the government's broader procurement strategy [CAB-20-MIN-0219.18];
- 2 **noted** the progress report set out in the paper under CBC-20-SUB-0072 on the implementation of *Te Kupenga Hao Pāuaua : Supporting the Māori Economy through Social Procurement* initiative;
- 3 **noted** that the proposed policy was outlined in the Labour Māori Manifesto as a commitment to support Whānau Māori enterprise and opportunities through a progressive procurement policy that would set a target for Māori business procurement;
- 4 **noted** that the policy fits within the scope of the government's *Achieving Broader Outcomes Through Government Procurement* work programme and Rule 17 'Increase access for New Zealand businesses' [CAB-19-MIN-0213.02];
- 5 **agreed** to the following policy features:
 - 5.1 a Māori business for government procurement purposes is one that has at least 50 percent Māori ownership or a Māori Authority as defined by the Inland Revenue Department;
 - 5.2 a procurement target for Māori businesses starting with an initial target of 5 percent of the number of relevant contracts across mandated government agencies;
 - 5.3 an intermediary independent of government be established to drive a more coherent and coordinated approach;
 - 5.4 long-term sustainable behavioural change across government procurement evidenced by greater supplier diversity;
- 6 **noted** that Te Puni Kōkiri and the Ministry for Business, Innovation and Employment will work together to develop the appropriate guidance and instructions for agencies, including the requirement to report against the target;

- 7 **noted** that the initial 5 percent target set out in paragraph 5.2 above should be considered a minimum requirement for agencies;
- 8 **agreed** that an initial review of the policy settings be undertaken in early 2022 by Te Puni Kōkiri and the Ministry for Business, Innovation and Employment;
- 9 **noted** that any future policy changes, including amendments to the target, will be informed by data for the period ending 31 December 2021;

10 Free and frank opinions



Janine Harvey
Committee Secretary

Present:

Rt Hon Jacinda Ardern (Chair)
Hon Grant Robertson
Hon Kelvin Davis
Hon Dr Megan Woods
Hon Chris Hipkins
Hon Carmel Sepuloni
Hon Andrew Little
Hon David Parker
Hon Nanaia Mahuta
Hon Poto Williams
Hon Damien O'Connor
Hon Stuart Nash
Hon Willie Jackson
Hon Michael Wood
Hon Dr David Clark
Hon Meka Whaitiri

Officials present from:

Office of the Prime Minister
Department of the Prime Minister and Cabinet