



COVERSHEET

Minister	Hon Stuart Nash	Portfolio	Economic and Regional Development
Title of Cabinet paper	Government support for Aerospace Strategy implementation	Date to be published	16 December 2022

List of documents that have been proactively released

Date	Title	Author
29 June 2022	Government support for Aerospace Strategy implementation	Office of the Minister for Economic and Regional Development
29 June 2022	Government support for Aerospace Strategy implementation DEV-22-MIN-0153 Minute	Cabinet Office

Information redacted

YES

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 reason of confidential advice to Government.



Cabinet Economic Development 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.

Government Support for Aerospace Strategy Implementation

Portfolios **Economic and Regional Development / Tourism**

On 29 June 2022, the Cabinet Economic Development Committee (DEV), having been authorised by Cabinet to have Power to Act [CAB-22-MIN-0248]:

- 1 **noted** that Budget 2022 provided a scaled package of \$8.85 million for Vote Transport safe and secure drone operations associated with the increasing usage of drones;
- 2 Confidential advice to Government
- 3 **noted** that the Minister for Economic and Regional Development and the Minister of Research, Science and Innovation directed officials to investigate options for funding to enable growth for the wider aerospace sector;
- 4 **noted** that the Ministry of Business, Innovation and Employment has identified an underspend in 2021/22 within the *Tourism Facilities MCA - Tourism Facilities Development Grants* appropriation of up to \$1.500 million;
- 5 **noted** that the Ministry of Business, Innovation and Employment has identified an underspend in 2021/22 within the *Departmental Output Expense: Policy Advice and Related Services to Ministers - Economic Development* appropriation of up to \$2.200 million;
- 6 **noted** that, in order to use these underspends to address the funding challenges faced, in-principle transfers are required from 2021/22 to 2022/23:

- 7 **approved in-principle** expense transfers of up to the following maximum amounts of operating expenditure from 2021/22 to 2022/23 to give effect to paragraphs 4 and 5 above:

	\$m – increase/(decrease)				
	2021/22	2022/23	2023/24	2024/25	2025/26 & Outyears
Vote Business, Science and Innovation Minister of Tourism					
Multi-Category Expenses and Capital Expenditure: Tourism Facilities MCA					
Non-departmental Other Expense:					
Tourism Facilities Development Grants	(1.500)	1.500	-	-	-
Minister for Economic and Regional Development					
Departmental Output Expense: Policy Advice and Related Services to Ministers - Economic Development	(2.200)	2.200	-	-	-

- 8 **authorised** the Minister of Finance, the Minister of Tourism and the Minister for Economic and Regional Development jointly to agree the final amounts to be transferred, following completion of the 2021/22 audited financial statements, with no impact on the operating balance and/or net core Crown debt across the forecast period;
- 9 **authorised** the Minister of Finance, the Minister of Tourism and the Minister for Economic and Regional Development to approve a fiscally neutral adjustment from the *Tourism Facilities MCA – Tourism Facilities Development Grants* category to the *Policy Advice and Related Services to Ministers MCA – ‘Policy Advice and Related Services to Ministers - Economic Development’* category in 2022/23 to the value of the final amounts agreed under paragraph 8 above;
- 10 **noted** that the Minister for Economic and Regional Development, the Minister of Transport and the Minister of Research, Science and Innovation intend to report back to DEV by the end of August 2022 on the proposed Aerospace Strategy (including potential further funding reprioritisation across the three portfolios).

Janine Harvey
Committee Secretary

Present:

Hon Grant Robertson (Chair)
Hon Stuart Nash
Hon Michael Wood
Hon Kiri Allan
Hon Dr David Clark
Hon Dr Ayesha Verrall
Hon Meka Whaitiri
Hon Kieran McAnulty
Hon Phil Twyford
Rino Tirikatene, MP
Dr Deborah Russell, MP

Officials present from:

Office of the Prime Minister
Officials Committee for DEV

