

Cabinet Economic Development Committee

Minute of Decision

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Improved Satellite Based Positioning to Grow an Innovative, Safe and Efficient New Zealand: Authority to Draw Down Tagged Contingency

Portfolio Land Information

On 21 August 2019, the Cabinet Economic Development Committee (DEV)

Background

- 1 **noted** that on 15 April 2019, Cabinet:
 - 1.1 agreed to hold in contingency for Land Information New Zealand (LINZ) to build and operate a joint satellite-based augmentation system (SBAS) in partnership with Geoscience Australia (the initiative);
 - 1.2 invited the Minister for Land Information to report back to DEV by July 2019 on further work on the negotiation approach, proposed delivery model, and cost recovery options for the initiative;

[CAB-19-MIN-0174.24]

Authority to draw down contingency

- agreed that, as further work on the negotiation approach, proposed delivery model, and cost recovery options for the initiative has been satisfactorily completed, the decision to jointly draw down the tagged contingency can now be delegated to joint Ministers (the Minister of Finance, Minister of Transport and Minister for Land Information);
- **authorised** joint Ministers to draw down the tagged contingency for the initiative as and when required;

Negotiation approach and proposed delivery model

4 **noted** that officials are currently working to finalise the procurement approach, preferred delivery model and supplier for the SBAS;

COMMERCIAL: SENSITIVE

5 **noted** that it is intended that:

5.1

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5.2

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6 **noted** that:



7 **noted** that:



Financial implications

- 8 **noted** that SBAS has the characteristics of a public good;
- 9 **agreed** not to seek cost recovery for SBAS at this time;
- agreed to reconsider the issue of cost recovery once SBAS has been fully operational for at least two years (estimated to be eight years from now);

11 **noted** that:



Janine Harvey Committee Secretary

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COMMERCIAL: SENSITIVE

DEV-19-MIN-0216

Present:

Hon Kelvin Davis

Hon Grant Robertson (Chair)

Hon Phil Twyford

Hon Dr Megan Woods

Hon Chris Hipkins

Hon David Parker

Hon Stuart Nash

Hon Iain Lees-Galloway

Hon Jenny Salesa

Hon Damien O'Connor

Hon Kris Faafoi

Hon James Shaw

Hon Eugenie Sage

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Minister for Land Information

Officials present from:

Office of the Prime Minister Officials Committee for DEV



COMMERCIAL : SENSITIVE