**I N C O N F I D E N C E**

**Cabinet Legislation Committee**

**Minute of Decision**

**LEG-19-MIN-0179**

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**Income Tax (Minimum Family Tax Credit) Order 2019**

**Portfolio Revenue**

On 19 November 2019, the Cabinet Legislation Committee:

1. **noted** that in April 2004, the government agreed to increase the minimum family tax credit on 1 April each year by an amount sufficient to ensure that families do not suffer a reduction in income when moving off a welfare benefit and into full-time paid work, from 1 April 2006 onwards [CAB Min (04) 13/4];
2. **noted** that the Income Tax (Minimum Family Tax Credit) Order 2019 increases the annual amount of the minimum family tax credit from $26,572 to $27,768 for the tax year beginning 1 April 2020, as allowed under section MF 7 of the Income Tax Act 2007;
3. **authorised** the submission to the Executive Council of the Income Tax (Minimum Family Tax Credit) Order 2019 [PCO 22507/2.0];
4. **noted** that the Income Tax (Minimum Family Tax Credit) Order 2019 comes into force on 1 April 2020.

Gerrard Carter Committee Secretary

**Present:**

Hon Chris Hipkins (Chair) Hon Andrew Little

Hon David Parker Hon Stuart Nash

Hon Iain Lees-Galloway Hon Jenny Salesa

Hon Tracey Martin Hon Eugenie Sage

Hon Ruth Dyson (Senior Government Whip)

**Hard-copy distribution:**

Minister of Revenue

**Officials present from:** Office of the Prime Minister Officials Committee for LEG

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