



Cabinet Legislation Committee

Minute of Decision

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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)

Officials present from:

Office of the Prime Minister
Officials Committee for LEG

Hard-copy distribution:

Minister of Revenue