



Tax Policy Report: Joint Report: Cabinet Paper: Government Response to the Tax Working Group - final version for lodgement

Date:	12 April 2019	Report No:	T2019/1076
			IR2019/213
		File Number:	SH-13-8

Action Sought

	Action Sought	Deadline
Minister of Finance (Hon Grant Robertson)	Note the content of this report Authorise the lodgement of the attached Cabinet paper	3pm 12 April 2019
Minister of Revenue (Hon Stuart Nash)	Note the content of this report Authorise the lodgement of the attached Cabinet paper	3pm 12 April 2019

Contact for Telephone Discussion (if required)

Name	Position	Telephone	1st Contact
s9(2)(a)	Analyst, The Treasury	s9(2)(a)	n/a (mob) ✓
Mark Vink	Manager, The Treasury		N/A (mob)
Emma Grigg	Policy Director, Inland Revenue		N/A (mob)

Actions for the Minister's Office Staff (if required)

Return the signed report to Treasury.

Lodge the Cabinet paper with the Cabinet Office by 3pm 12 April 2019.

Note any feedback on the quality of the report

Enclosure: Yes (attached)

Tax Policy Report: Joint Report: Cabinet Paper: Government Response to the Tax Working Group - final version for lodgement

Attached for your signature and referral is a paper for consideration by Cabinet at its meeting on Monday 15 April.

The purpose of the paper is to seek Cabinet's agreement on the Government's response to the Tax Working Group's (TWG) Final Report. The paper recommends that Cabinet agree not to implement any extension of capital gains taxation.

The paper also recommends that Cabinet agree to the proposed response to the TWG's other recommendations, as indicated in the table appended to the paper. The proposed response includes consideration of some of the TWG's recommendations for inclusion in the 2019/20 Tax Policy Work Programme (TPWP) and/or other agency work programmes. A subset of the TWG recommendations are proposed to be considered as a high priority for inclusion in the 2019/20 TPWP and/or other agency work programmes.

The TPWP is jointly agreed by the Minister of Finance and the Minister of Revenue. Officials will provide you with further advice on the TWG recommendations alongside other potential measures for potential progression in the 2019/20 TPWP and/or other agency work programmes.

After the TPWP has been agreed by joint Ministers, it is taken to Cabinet for noting. This will provide Cabinet an opportunity to note which of the TWG's recommendations have been included in the TPWP.

A regulatory impact statement is not required for this Cabinet paper as it does not contain regulatory proposals.

The Cabinet paper needs to be submitted to the Cabinet Office by 3pm on Friday 12 April for discussion at Cabinet on Monday 15 April.

Recommended Action

We recommend that you:

- a **note** the contents of this report

Noted

Noted

- b **authorise** lodgement of the attached Cabinet paper *Government Response to the Tax Working Group* by 3pm 12 April 2019

Authorised/Not authorised

Authorised/Not authorised

Mark Vink
Manager, Tax Strategy
The Treasury

Emma Grigg
Policy Director
Inland Revenue

Hon Grant Robertson
Minister of Finance

Hon Stuart Nash
Minister of Revenue