



Cabinet Economic Development Committee

Minute of Decision

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Dividend Integrity and Personal Services Income Attribution: Release of Discussion Document

Portfolios **Finance / Revenue**

On 9 March 2022, the Cabinet Economic Development Committee (DEV):

- 1 **noted** that on 23 November 2020, Cabinet agreed to implement a new personal income tax rate of 39 percent for income over \$180,000 [CAB-20-MIN-0484];
- 2 **noted** that the Minister of Finance and the Minister of Revenue have decided to progress work on measures to support the integrity of the 39 percent personal income tax rate in tranches;
- 3 **noted** that the discussion document *Dividend Integrity and Personal Services Income Attribution* (the discussion document), attached to the paper under DEV-22-SUB-0028, relates to tranche one of this work;
- 4 **agreed** to the release of the discussion document, subject to any minor or editorial changes that may be required;
- 5 **invited** the Minister of Finance and the Minister of Revenue to report back to DEV on the outcome of the consultation and with final policy proposals, in June 2022.

Janine Harvey
Committee Secretary

Present:

Hon Grant Robertson (Chair)
Hon Dr Megan Woods
Hon David Parker
Hon Nanaia Mahuta
Hon Poto Williams
Hon Kris Faafoi
Hon Willie Jackson
Hon Michael Wood
Hon Meka Whaitiri
Hon Phil Twyford
Rino Tirikatene MP
Dr Deborah Russell MP

Officials present from:

Office of the Prime Minister
Officials Committee for DEV