



Cabinet Priorities Committee

Minute of Decision

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New Governance Arrangements for Health Infrastructure

Portfolio **Health**

On 2 May 2023, the Cabinet Priorities Committee:

- 1 **noted** that in April 2022, the Cabinet Social Wellbeing Committee agreed to new Health capital settings, which included:
 - 1.1 specified staged increases in decision rights to Te Whatu Ora – Health New Zealand as it demonstrates the capability necessary for the enhanced management of the asset and investment portfolio;
 - 1.2 an ongoing requirement for Ministerial oversight of the health asset and investment management through the transition period;
 - 1.3 the Ministry of Health transitioning into a monitoring role of asset and investment management practice with support by Te Waihanga - the New Zealand Infrastructure Commission, and the Treasury;

[SWC-22-MIN-0063]
- 2 **noted** that Te Whatu Ora has established a new governance model for health infrastructure that comprises of a Capital and Infrastructure Committee of the Te Whatu Ora Board, and an Infrastructure Programme and Project Governance Framework;
- 3 **noted** that the new Te Whatu Ora governance arrangements requires the disestablishment of three current governance groups, which the Minister of Finance and the Minister of Health have agreed:
 - 3.1 the Executive Steering Group for the New Dunedin Hospital;
 - 3.2 the Hospital Redevelopment Project Group for Canterbury hospital rebuild projects;
 - 3.3 the Capital Investment Committee, which provided advice to Joint Ministers and Manatū Hauora – Ministry of Health;
- 4 **noted** that Te Whatu Ora and Manatū Hauora will seek to retain key membership of disestablished groups in new governance arrangements to ensure continuity of experience and expertise;

- 5 **noted** that Manatū Hauora will establish a new capital advisory panel to provide assurance and advice to support the Manatū Hauora monitoring function;
- 6 **noted** that Te Whatu Ora Chief Executive Officer has approved a new Infrastructure Operating Model that aims to improve efficiency, performance and capability of infrastructure planning and delivery within Te Whatu Ora.

Jenny Vickers
Committee Secretary

Present:

Hon Carmel Sepuloni (Chair)
Hon Kelvin Davis
Hon Grant Robertson
Hon Dr Megan Woods
Hon Jan Tinetti (part of item)
Hon Michael Wood
Hon Dr Ayesha Verrall
Hon Willie Jackson
Hon Damien O'Connor
Hon Andrew Little

Officials present from:

Office of the Prime Minister
Officials Committee for CPC

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