



Cabinet Legislation Committee

Minute of Decision

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Taxation (Use of Money Interest Rates) Amendment Regulations 2022

Portfolio Revenue

On 31 March 2022, the Cabinet Legislation Committee:

- 1 **agreed** that the UOMI underpayment rate increase from 7.00% to 7.28%;
- 2 **agreed** that the UOMI overpayment rate remain at 0%;
- 3 **agreed** that the Taxation (Use of Money Interest Rates) Amendment Regulations 2022 give effect to the rates referred to in paragraphs 1 and 2 above;
- 4 **noted** that the Taxation (Use of Money Interest Rates) Amendment Regulations 2022 come into force on 10 May 2022.
- 5 **noted** the following changes as a result of the decision in paragraphs 1 and 2 above, with a corresponding impact on the operating balance:

	\$ millions increase / (decrease)				
Vote Revenue Minister of Revenue	2021/22	2022/23	2023/24	2024/25	2025/26 & out years
Crown Revenue and Receipts: Tax Revenue	0.584	6.095	6.819	9.000	9.000
Non-Departmental Other Expense: Impairment of debt and debt write-offs (funded by Revenue Crown)	0.460	4.797	5.367	7.083	7.083
Total Operating	(0.124)	(1.298)	(1.452)	(1.917)	(1.917)

- 6 **approved** the forecast change in appropriations for Non-Departmental Other Expenses set out in paragraph 5, as a result of the decision in paragraphs 1 and 2, with a corresponding impact on the operating balance:
- 7 **authorised** the submission to the Executive Council of the Taxation (Use of Money Interest Rates) Amendment Regulations 2022 [PCO 24661/3.0].

Rebecca Davies
Committee Secretary

Distribution: (see over)

Present:

Hon Chris Hipkins
Hon Andrew Little
Hon David Parker
Hon Poto Williams
Hon Jan Tinetti
Hon Michael Wood (Chair)
Hon Dr David Clark
Hon Phil Twyford
Keiran McAnulty, MP (Senior Government Whip)

Officials present from:

Office of the Prime Minister
Officials Committee for LEG