



COVERSHEET

Minister	Hon Carmel Sepuloni	Portfolio	ACC
Title of Cabinet paper	2021/22 ACC Levies	Date to be published	20 August 2020

List of documents that have been proactively released		
Date	Title	Author
1 July 2020	2021/22 ACC Levies	Office of the Minister for ACC
1 July 2020	Cabinet Economic Development Committee, Minute of Decision, 2021/22 ACC Levies	Cabinet Office

Information redacted

YES / NO

Any information redacted in this document is redacted in accordance with MBIE's policy on Proactive Release and is labelled with the reason for redaction. This may include information that would be redacted if this information was requested under Official Information Act 1982. Where this is the case, the reasons for withholding information are listed below. Where information has been withheld, no public interest has been identified that would outweigh the reasons for withholding it.

Some information has been withheld for the reasons of legal professional privilege, free and frank opinions, confidential advice to Government, and commercial information.



Cabinet Economic Development Committee

Minute of Decision

This document contains information for the New Zealand Cabinet. It must be treated in confidence and handled in accordance with any security classification, or other endorsement. The information can only be released, including under the Official Information Act 1982, by persons with the appropriate authority.

2021/22 ACC Levies

Portfolio ACC

On 1 July 2020, the Cabinet Economic Development Committee:

Average 2021/22 levy rates

1 **agreed** to continue the 2020/21 ACC levy rates for the 2021/22 levy year, as follows:

Earners' Account Average levy rate per \$100 of liable earnings (excl. GST)	Work Account Average levy rate per \$100 of liable earnings (excl. GST)	Motor Vehicle Account Average levy per vehicle
\$0.67	\$1.21	\$113.94

Consultation

- 2 **noted** that, if the 2020/21 levy rates under the Earners', Work Account and Motor Vehicle regulations continue to apply to the 2021/22 levy year, there is no requirement to consult in 2020 (by either ACC or the Minister);
- 3 **noted** that ACC would next consult on and recommend levy rates in 2021;

Experience rating

- 4 **agreed** to continue the experience rating system in its current form in the 2021/22 levy year;
- 5 **invited** the Minister for ACC to issue drafting instructions to the Parliamentary Counsel Office for amendments to the Accident Compensation Act 2001, via the upcoming COVID-19 Omnibus Bill, to apply the Accident Compensation (Experience Rating) Regulations 2019 to the 2021/22 levy years, without needing to comply with the consultation requirements in the Accident Compensation Act 2001;
- 6 **authorised** the Minister for ACC to make decisions on minor and technical issues that arise during the drafting process and that are consistent with the policy outlined in the paper under DEV-20-SUB-0118;

Financial implications

- 7 **noted** the effect of the levy rate decision on the Scheme's financial solvency and on the government's financial statements, as outlined in the paper under DEV-20-SUB-0118;

Funding Policy Statement

- 8 **noted** that the Funding Policy Statement (which was revised in December 2019) will be gazetted immediately following Cabinet's decision on 2021/22 levy rates.

Janine Harvey
Committee Secretary

Present:

Rt Hon Winston Peters
Hon Kelvin Davis
Hon Grant Robertson (Chair)
Hon Phil Twyford
Hon Stuart Nash
Hon Iain Lees-Galloway
Hon Jenny Salesa
Hon Damien O'Connor
Hon Kris Faafoi
Hon Shane Jones
Hon Willie Jackson
Hon James Shaw
Hon Eugenie Sage

Officials present from:

Office of the Prime Minister
Officials Committee for DEV