



COVERSHEET

Minister	Hon Dr David Clark	Portfolio	Commerce and Consumer Affairs
Title of Cabinet paper	Release of discussion document: 2021 Review of Financial Markets Authority funding and levy	Date to be published	Before 15 November 2021

List of documents that have been proactively released

Date	Title	Author
September 2021	Release of discussion document: 2021 Review of Financial Markets Authority funding and levy	<i>Office of the Minister of Commerce and Consumer Affairs</i>
29 September 2021	<i>DEV-21-MIN-0196</i>	<i>Cabinet Office</i>

Information redacted

YES

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 to maintain the constitutional conventions for the time being which protect the confidentiality of advice tendered by Ministers of the Crown and officials.



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.

Review of Financial Markets Authority Funding and Levy: Release of Discussion Document

Portfolio **Commerce and Consumer Affairs**

On 29 September 2021, the Cabinet Economic Development Committee (DEV):

- 1 **noted** that the Financial Markets Authority's remit is expanding, and that it will be responsible for monitoring and enforcing compliance with three new regulatory regimes, being:
 - 1.1 the conduct of financial institutions under the Financial Markets (Conduct of Institutions) Amendment Bill;
 - 1.2 the reform of insurance contract legislation under the Insurance Contract Law regime;
 - 1.3 a framework for climate-related disclosures under the Financial Sector (Climate-related Disclosures and Other Matters) Amendment Bill;
- 2 **noted** that the Financial Markets Authority requires additional funding from 2022/2023 to monitor and enforce compliance with the above regimes;
- 3 **noted** that the discussion document *2021 Review of Financial Markets Authority Funding and Levy* (the discussion document), attached to the paper under DEV-21-SUB-0196, outlines and seeks feedback on the Financial Market Authority's additional funding requirements, adjustments to the Financial Markets Authority levy, and implementation of the Conduct of Financial Institutions regime;
- 4 **agreed** to the release of the discussion document for public consultation, subject to any minor and technical changes that may be authorised by the Minister of Commerce and Consumer Affairs;
- 5

Confidential advice to Government
- 6 **invited** the Minister of Commerce and Consumer Affairs to report back to DEV in early 2022 to seek approval for proposed policy changes to the Financial Markets Authority levy model.

Janine Harvey
Committee Secretary

Attendees: (see over)

Present:

Hon Grant Robertson (Chair)
Hon Dr Megan Woods
Hon David Parker
Hon Nanaia Mahuta
Hon Stuart Nash
Hon Kris Faafoi
Hon Willie Jackson
Hon Michael Wood
Hon Dr David Clark
Hon Dr Ayesha Verrall
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