



COVERSHEET

Minister	Hon Stuart Nash	Portfolio	Economic Development
Title of Cabinet paper	Releasing of the Advanced Manufacturing Industry Transformation Plan	Date to be published	27 March 2023

List of documents that have been proactively released

Date	Title	Author
November 2022	Release of the Advanced Manufacturing Industry Transformation Plan	Office of the Minister of Economic and Regional Development
16 November 2022	Release of the Advanced Manufacturing Industry Transformation Plan DEV-22-MIN-0264 Minute	Cabinet Office
16 November 2022	Co-Chairs cover letter presenting the Advanced Manufacturing Industry Transformation Plan	Brett O'Riley, Rachel Mackintosh and MBIE
16 November 2022	Advanced Manufacturing Industry Transformation Plan	MBIE

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 reasons of Legal professional privilege



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.

Release of the Advanced Manufacturing Industry Transformation Plan

Portfolio Economic and Regional Development

On 16 November 2022, the Cabinet Economic Development Committee (DEV):

Background

- 1 **noted** that advanced manufacturing has been prioritised for an Industry Transformation Plan (ITP) due to the sector's scale and potential to significantly increase productivity, higher-skill higher-wage jobs, and a globally competitive low emissions sector [DEV-20-MIN-0110];
- 2 **noted** that the Advanced Manufacturing ITP is an opportunity for business, unions, government, Māori, Pacific peoples and wider stakeholders to co-create and co-own a plan to accelerate the transformation and growth of Aotearoa New Zealand's advanced manufacturing sector;
- 3 **noted** that a driving principle of ITPs is partnership, and that representatives from business, unions, government, Māori and wider stakeholders participated in a Steering Group and four Working Groups to prepare a draft Advanced Manufacturing ITP;
- 4 **noted** that:
 - 4.1 on 13 April 2022, DEV agreed to the release of the draft Advanced Manufacturing ITP for public consultation [DEV-22-MIN-0084];
 - 4.2 public consultation on the draft Advanced Manufacturing ITP was comprehensive, including 12 regional workshops, 13 factory site visits, 6 thematic workshops, 60 written submissions, hui Māori and dedicated Pacific peoples' engagement;

Final Advanced Manufacturing ITP

- 5 **noted** that the final Advanced Manufacturing ITP identifies the following priorities for transformation and growth:
 - 5.1 increasing investment in advanced technologies and processes to lift productivity and wages;
 - 5.2 developing and attracting a diverse high-skilled high-wage workforce;
 - 5.3 creating a leading circular net-zero emissions sector;
 - 5.4 improving understanding and perceptions of advanced manufacturing;

- 5.5 making innovation, R&D and science work for advanced manufacturing;
- 5.6 enhancing global connectivity and opportunities;
- 6 **noted** that overwhelming sector support was expressed during consultations for urgent action to implement Priority 1 (increasing investment in advanced technologies and processes to lift productivity and wages) and Priority 2 (developing and attracting a diverse high-skilled high-wage workforce) to achieve transformational change;
- 7 **noted** that the Advanced Manufacturing ITP's Priority 1 (increasing investment in advanced technologies and processes to lift productivity and wages) is seen by business, unions and Māori as a pivotal intervention and pre-requisite to lift productivity, higher-skill higher-wage jobs, and the transition to circular net-zero advanced manufacturing;
- 8 **noted** that the Advanced Manufacturing ITP priorities and recommendations are ambitious and, if implemented, would support the government's strategy of a high wage, low emissions economy that provides economic security for all;
- 9 **noted** that the Advanced Manufacturing ITP was allocated a Budget 2022 contingency of \$30 million to enable the delivery of the first stages of certain ITP actions, and that officials will separately seek Ministerial agreement to drawdown those funds;
- 10 **noted** that the most significant Advanced Manufacturing ITP recommendations will require more funding and policy support from government to achieve transformational change;

Next steps

- 11 **agreed** to the release of the final *Advanced Manufacturing Industry Transformation Plan*, attached to the paper under DEV-22-SUB-0264, subject to any minor or technical amendments that may be required;
- 12 **noted** that the Advanced Manufacturing ITP will be launched at an event hosted by sector partners in early 2023;
- 13 **invited** the Minister for Economic and Regional Development to report back to DEV by August 2023 on the implementation of the Advanced Manufacturing ITP.

Janine Harvey
Committee Secretary

Present:

Hon Grant Robertson (Chair)
Hon Dr Megan Woods
Hon Carmel Sepuloni
Hon David Parker
Hon Nanaia Mahuta
Hon Stuart Nash
Hon Michael Wood
Hon Kiri Allan
Hon Dr David Clark
Hon Dr Ayesha Verrall
Hon Priyanca Radhakrishnan
Hon Phil Twyford
Rino Tirikatene, MP
Dr Deborah Russell, MP

Officials present from:

Office of the Prime Minister
Officials Committee for DEV