

Aide-Mémoire

Cabinet paper and talking points: Improving the financial performance of Health NZ

Date due to MO:	4 July 2024	Action required by:	4 July 2024
Security level:	IN CONFIDENCE	Health Report number:	H2024045542
To:	Hon Dr Shane Reti, Minister of Health		
Consulted:	Health New Zealand: <input type="checkbox"/>		

Contact for telephone discussion

Name	Position	Telephone
Simon Medcalf	Deputy Director-General, Regulation and Monitoring Te Pou Whakamaru	s 9(2)(a)
Kirsten Stephenson	Group Manager, System Planning and Accountability, Regulation and Monitoring Te Pou Whakamaru	

Aide-Mémoire

Cabinet paper and talking points: Improving the financial performance of Health NZ

Date due: 4 July 2024

To: Hon Dr Shane Reti, Minister of Health

Security level: IN CONFIDENCE **Health Report number:** H2024045542

Details of meeting: 8 July 2024

Cabinet Committee: Cabinet
Chair: Rt Hon Christopher Luxon

Purpose of meeting/proposal: This paper provides Cabinet with further information on the current financial performance of Health NZ and associated risks for the 2024/25 year, and sets out the proposed actions to address these.

Comment:

- In June 2024 you appointed Dr Lester Levy as the new Chair of Health NZ. Dr Levy is beginning to develop a turn-around plan to address Health NZ's deteriorating financial position.
- On 1 July 2024 you raised Health NZ's financial situation with Cabinet and indicated a paper to Cabinet would follow.
- This paper provides further background to the current financial issues and outlines the key elements of Dr Levy's proposed turn-around plan.
- It also outlines your intention to further strengthen governance of Health NZ and asks for Cabinet's agreement to commence a process that may end with the removal of the Board and appointment of a commissioner for 12 months.
- The Treasury, the Department of Prime Minister and Cabinet and Dr Lester Levy have been consulted on this paper.
- This Cabinet paper was lodged by 10.00am on 4 July 2024.
- Talking points to support this paper are attached.



Simon Medcalf

Deputy Director-General


Regulation and Monitoring | Te Pou Whakamaru

Talking points on Cabinet paper: Improving the financial performance of Health NZ

s 9(2)(g)(i)

PROACTIVELY RELEASED

s 9(2)(g)(i)



Conclusion

- s 9(2)(f)(iv)
[Redacted]

s 9(2)(g)(i)

