



# 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.*

---

### Moving the Light Vehicle Fleet to Low-Emissions: Release of Discussion Paper on a Vehicle Fuel Efficiency Standard and Feebate Scheme

**Portfolio** Associate Transport (Hon Julie Anne Genter)

On 12 June 2019, the Cabinet Economic Development Committee (DEV):

- 1 **noted** that the discussion paper *Moving the Light Vehicle Fleet to Low Emissions: Discussion Paper on a Clean Car Standard and Clean Car Discount* (the discussion paper), attached to the paper under DEV-19-SUB-0149, seeks feedback on the proposal to introduce:
  - 1.1 a vehicle fuel efficiency standard for new and used light vehicles entering the New Zealand fleet; and
  - 1.2 a vehicle purchase feebate scheme for new and used light vehicles sold for the first time in New Zealand;
- 2 **noted** that the discussion paper includes the feebate schedules set out in Appendix A of the paper under DEV-19-SUB-0149, and proposes that rebates only be available for vehicles with a retail price of up to \$80,000;
- 3 **agreed** to the release of the discussion paper, subject to any minor or editorial changes that may be required, and to an agreed communications plan to be developed in consultation with relevant portfolio Ministers;
- 4 **agreed** that the consultation occur for a six-week period over 24 June to 5 August 2019;
- 5 **invited** the Associate Minister of Transport (Hon Julie Anne Genter) to report back to DEV on the outcome of the consultation, and on final proposals for the clean car standard and the clean car discount scheme, by the end of 2019;
- 6 **noted** that the Associate Minister of Transport (Hon Julie Anne Genter) has asked the New Zealand Transport Agency to progress in 2019 a voluntary vehicle scrappage scheme potentially in Auckland, and that the Associate Minister will report back to Ministers as the work progresses for agreement to proceed with the scheme and for funding, if required;
- 7 **noted** that the Associate Minister of Transport (Hon Julie Anne Genter) intends to replace the previous government's EV target of 64,000 EVs by 2021, and will bring a proposal for a new target to DEV in due course;

- 8 **noted** that the Ministry of Transport is working with the Financial Inclusion Industry Forum on a social leasing model that will include the consideration of leasing second-hand EVs to lower socioeconomic households;
- 9 **noted** that to improve air quality, the Ministry of Transport is investigating the introduction of the Euro 6 exhaust emissions standard for vehicles entering the fleet, with the intention of including this change in the 2019/20 Transport Rules Programme.

Janine Harvey  
Committee Secretary

---

**Present:**

Hon Kelvin Davis  
Hon Grant Robertson (Chair)  
Hon Phil Twyford  
Hon Dr Megan Woods  
Hon Iain Lees-Galloway  
Hon Jenny Salesa  
Hon Shane Jones  
Hon Kris Faafoi  
Hon Willie Jackson  
Hon James Shaw  
Hon Julie Anne Genter  
Hon Eugenie Sage

**Officials present from:**

Office of the Prime Minister  
Officials Committee for DEV

**Hard-copy distribution:**

Associate Minister of Transport (Hon Julie Anne Genter)