

Tertiary Education Report: TEC draft Statement of Performance Expectations 2021/22

Date:	29 April 2021	TEC priority:	Medium
Security level:	In Confidence	Report no:	B-21-00231
		Minister's office No:	

ACTION SOUGHT		
	Action sought	Deadline
Hon Chris Hipkins Minister of Education	Review and comment on the Tertiary Education Commission's draft Statement of Performance Expectations 2021/22	20 May 2021
Enclosure: Yes Appendix A: TEC draft Statement of Performance Expectations 2021/22	Round Robin: Yes	

CONTACT FOR TELEPHONE DISCUSSION (IF REQUIRED)				
Name	Position	Telephone		1st contact
John Soulis	Deputy Chief Executive, Corporate and Finance and Chief Financial Officer	s9(2)(a)	[REDACTED]	✓
s9(2)(a)	Manager, Organisation Planning and Performance	s9(2)(a)		

THE FOLLOWING DEPARTMENTS/AGENCIES HAVE SEEN THIS REPORT	
<input type="checkbox"/> DPMC	<input type="checkbox"/> MPI
<input type="checkbox"/> ENZ	<input type="checkbox"/> ERO
<input type="checkbox"/> MBIE	<input checked="" type="checkbox"/> MoE
<input type="checkbox"/> MPP	<input type="checkbox"/> MSD
<input type="checkbox"/> NZQA	<input type="checkbox"/> NZTE
<input checked="" type="checkbox"/> TEC	<input type="checkbox"/> TPK
<input type="checkbox"/> Treasury	

Minister's Office to Complete:

<input type="checkbox"/> Approved	<input type="checkbox"/> Declined
<input type="checkbox"/> Noted	<input type="checkbox"/> Needs change
<input type="checkbox"/> Seen	<input type="checkbox"/> Overtaken by Events
<input type="checkbox"/> See Minister's Notes	<input type="checkbox"/> Withdrawn

Comments:

Recommendations

Hon Chris Hipkins, Minister of Education

It is recommended that you:

1. **review and comment** on the Tertiary Education Commission's draft Statement of Performance Expectations 2021/22 (SPE); and
2. **agree** to release this report with minor redactions, once the final SPE has been published.

AGREED / NOT AGREED



John Soulis

Deputy Chief Executive, Corporate and Finance
and Chief Financial Officer
Tertiary Education Commission

29 April 2021

Hon Chris Hipkins

Minister of Education

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Purpose

1. This report presents the Tertiary Education Commission's (TEC's) draft Statement of Performance Expectations 2021/22 (SPE) for your review and comment.
2. Under section 1491(2)(a)(i) of the Crown Entities Act 2004 (the act), we must provide our draft SPE to you no later than two months before the start of the financial year to which the SPE relates.

Background

3. We have consulted with the Ministry of Education and Audit New Zealand when preparing our draft SPE.
4. The Ministry of Education will provide you with a separate Education Report providing advice relating to Statements of Performance Expectations produced by Education New Zealand, the New Zealand Qualifications Authority and the TEC.

Statement of Performance Expectations

5. As a Crown Entity our SPE must set out annual financial and non-financial performance expectations, and provide a basis against which financial and non-financial performance can be assessed. An SPE also provides forecast financial statements.
6. This draft SPE contains initial financial forecast statements which will be updated to reflect Budget 2021 decisions.
7. Any variances will be explained through our existing reporting mechanisms. However, if the variance of the change is significant, our final SPE may be amended.
8. Section 149 K of the act states that a Crown entity may amend its final SPE at any time, and must amend its SPE if the intentions and undertakings in the final SPE are significantly altered or affected by a change in the entity's operating environment.

Your responsibility

9. Under s146(2)(b) of the Crown Entities Act 2004 you are required to provide any comments you may have no later than 15 working days after receiving our draft SPE. To fulfil this requirement you need to provide TEC with any feedback by 20 May 2021. We understand that your office will acknowledge receipt of the draft SPE, but we should not expect to receive any comments on the contents.

Next steps

10. If any comments are provided we will consider them and update our SPE accordingly.
11. The Board has delegated final sign-off to the Chair and Chief Executive.
12. You will be provided with copies of the final SPE, and we will publish it on our website, by 30 June 2021.
13. We will liaise with your office to provide printed copies of the SPE for you to table in Parliament. This must happen no later than the date you present TEC's Annual Report for the year ended 30 June 2021. Our Annual Report is scheduled to be completed in November 2021.

Appendix A: TEC draft Statement of Performance Expectations 2021/22