Senate Standing Committee on Education and Employment

ANSWERS TO QUESTIONS ON NOTICE

Treasury Portfolio

Inquiry into the Family Assistance Legislation Amendment (Cheaper Child Care) Bill 2022

2022 - 2023

Division: Macroeconomic Analysis and Policy Division

Topic: Childcare modelling - price increases

Reference: Written

Senator: Matt O'Sullivan

Question:

Could Treasury please provide modelling around the amount by which prices would have to rise for the increase in the CCS to be lost?

Answer:

Treasury has not modelled the amount by which prices would have to rise for the benefits of the increase in the Child Care Subsidy to be offset. The amount of additional funds that each household receives will differ, for instance based on their income level and child care usage.