

HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

REVIEW OF THE AUSTRALIAN PRUDENTIAL REGULATION AUTHORITY ANNUAL REPORT 2018

3: Levies

Hansard page 13

Dr ALY: The information I have is that the levies on the smaller banks are rising by around 14 per cent in 2019-20, and for the larger banks, or the major banks, they're dropping by four per cent. Would you say that's accurate?

Mr Byres: I'm not sure that accords with the figures that I have, so I might take that on notice.

Answer:

Yes that is accurate. Consultation paper table with percentage changes year on year by assets size (included).

Table 11: Levy amounts on ADIs (\$)

Use these value	50,000,000	500,000,000	5,000,000,000	25,000,000,000	100,000,000,000	500,000,000,000
Asset base	\$50m (\$'000)	\$500m (\$'000)	\$5b (\$'000)	\$25b (\$'000)	\$100b (\$'000)	\$800b (\$'000)
2017-18	10.5	25.0	250.3	1,251.7	4,092.2	11,738.0
2018-19	15.5	26.1	261.1	1,305.5	4,025.5	11,203.9
2019-20	15.5	29.8	298.2	1,490.9	4,080.3	10,767.7
Change (%) 2018-19 v 2017-18	47.1	4.3	4.3	4.3	(1.6)	(4.6)
Change (%) 2019-20 v 2018-19	(0.2)	14.2	14.2	14.2	1.4	(3.9)

To address, amongst other things, some of the perceived imbalance of the relative distribution of levy burden across the different sized institutions within the industry, Treasury commenced an industry consultation on 16 August 2019:

<https://treasury.gov.au/consultation/c2019-t402575>