

Senate Economics Legislation Committee
ANSWERS TO QUESTIONS ON NOTICE

Treasury Portfolio

Budget Estimates

2016 - 2017

Department/Agency: Treasury

Question: BET306

Topic: Unincorporated Small Business Tax Discount

Reference: Hansard page no. 19 - 6 May 2016

Senator: Penny Wong

Question:

"Senator WONG: I am going to ask you about the costs of the unincorporated small business tax discount over the 10 years.

Mr Brake: What was your question?

Senator WONG: The unincorporated small business tax discount, I am asking you to give me the 10-year cost of it.

Mr Brake: Because the discount increases after forward estimates, we would have done a 10-year costing for that.

Senator WONG: Yes, and I am asking you to give me the cost over the 10 years.

Mr Brake: We will need to take that on notice and refer that to the Treasurer."

Answer:

The ten-year impact of the measure *Increase the small business tax discount* on the underlying cash balance (UCB) is as follows:

2015-16 UCB (\$m)	2016-17 UCB (\$m)	2017-18 UCB (\$m)	2018-19 UCB (\$m)	2019-20 UCB (\$m)	2020-21 UCB (\$m)	2021-22 UCB (\$m)	2022-23 UCB (\$m)	2023-24 UCB (\$m)	2024-25 UCB (\$m)	2025-26 UCB (\$m)	2026-27 UCB (\$m)	Total FE (\$m)	Total to 2026-27 (\$m)
-	-	-150.0	-150.0	-150.0	-150.0	-150.0	-150.0	-150.0	-150.0	-250.0	-300.0	-450.0	-1,750.0