

Senate Economics Legislation Committee

ANSWERS TO QUESTIONS ON NOTICE

Treasury Portfolio

Supplementary Budget Estimates

2016 - 2017

Division/Agency: Corporate and International Tax Division

Question No: 442

Topic: Ten Year Enterprise Tax Plan - Cost of the unincorporated small business tax discount over 10 years

Reference: Hansard page 112 (19 October 2016)

Senator: Gallagher, Katy

Question:

Senator GALLAGHER: Just before we wrap up this session, Senator Ryan, in relation to budget estimates question 51—for the sake of completeness—

Senator Ryan: This is back to the other one—yes. I do not have the bit of paper with my anymore, I am afraid.

Senator GALLAGHER: I had a look at No. 51, and it did not cover the specific question I had. So perhaps I will just put it on the Hansard, so that people have it. It is: could we get the cost of the unincorporated small business tax discount over 10 years? Thank you.

Senator Ryan: I will take that on notice.

Answer:

The medium-term estimate of the cost to the budget of lifting the small business entity threshold and reducing the company tax rate to 25 per cent to 2026-27 was estimated at \$48.2 billion in cash terms at the time of the 2016-17 Budget. Estimates for individual years have been provided over the relevant forward estimates period as per budget convention. The Government has not provided other medium-term costings for measures in the Enterprise Tax Plan.