

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: 444

Topic: Ten Year Enterprise Tax Plan - Medium term increase to small business entity turnover threshold

Reference: Hansard page 77 (19 October 2016)

Senator: Gallagher, Katy

Question:

Senator GALLAGHER: Can you confirm the costs over the medium term of the Ten Year Enterprise Tax Plan increase to the small business entity turnover threshold?

[...]

Senator Cormann: I will take on notice to see whether we can assist—

Senator GALLAGHER: I appreciate that. Was there a break-down to the \$48.2 billion or was it just a global figure?

Mr Raether: That was a global figure that included those two measures—the increase in the small business entity turnover threshold and the company tax cuts—

Senator GALLAGHER: Can they be broken down?

Mr Raether: We would have to take that on notice as well.

Senator GALLAGHER: So you can take it on notice for those three elements?

Senator Cormann: Yes.

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.