

**Senate Committee: Education and Employment**

**QUESTION ON NOTICE  
Budget Estimates 2017 - 2018**

**Outcome: Schools and Youth**

**Department of Education and Training Question No. SQ17-000683**

Senator Hanson-Young, Sarah asked on 01 June 2017, Proof Hansard page 46

***Moving to floating indexation rate from 2018***

**Question**

I want to go to the issue of the indexation of the SRS. Could you give us an indication of how much moving to the floating indexation rate in 2018, 2019 and 2020 would cost? Is that something you can model easily?

**Answer**

Moving immediately to a floating composite indexation rate as set out in the Australian Education Amendment Bill is estimated to save \$880 million over 4 years and \$3.0 billion over 10 years when a 3 per cent floor is applied, and \$1.5 billion over 4 years and \$4.9 billion over 10 years when the floor is removed.