QUESTION TAKEN ON NOTICE

BUDGET ESTIMATES HEARING: 22 May 2017

IMMIGRATION AND BORDER PROTECTION PORTFOLIO

(BE17/268) - Citizenship changes – Budget impacts - Programme 2.1: Citizenship

Senator Carr, Kim (L&CA) written:

The budget for citizenship has a saving over the forward estimates. Where does the saving come from? What assumptions are you using and how did the figures get calculated? Are there any other budget impacts?

Answer:

The savings for this measure are due to the introduction of new language and other requirements, which are expected to result in a decreased number of citizenship test applications, sittings and re-sittings. The reduced costs from the lower number of applications, sittings and re-sittings have been reflected in DIBP costings. The Department expects approximately 20,000 fewer applications per annum – refer table below:

| | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|-----------------------------------------------------------------------------|------------|----------|----------|---------|
| Forecast volume of citizenship applications prior to 2017-18 Budget measure | 177,047 | 183,373 | 189,925 | 196,712 |
| Reduction in applications per 2017-18 Budget measure | - 20,000 - | 20,000 - | 20,000 - | 20,000 |
| New forecast volume of citizenship applications | 157,047 | 163,373 | 169,925 | 176,712 |

Other budget impacts include a net revenue decrease resulting from the lower application volumes as stated above. The revenue decrease is partially offset through the removal of concessional fees for certain applicants.