

## Request for Costing an Election Commitment

<b>Name of policy proposal:</b>	Community Sector Reform Levy (24 August 2016)
Person requesting costing:	Alistair Coe MLA, Shadow Treasurer
Date of request:	5 October 2016
Summary of proposal:	The Canberra Liberals will not re-new the 0.34% Community Sector Reform Levy once it ceases.
Issue the proposal will address:	Community sector concerns that they are receiving a real funding cut.

### What are the key assumptions that have been made in the proposal?

**Note:** The costing will developed on the basis of information and assumptions provided in the costing request. The professional judgment of the Under Treasurer will determine whether these assumptions are adopted in the costing of the proposal.

- This proposal is costed at nil as it is assumed:
  - The levy will not be extended passed its current termination date of 30 June 2017.
  - Government activities that are currently funded by the levy will be finalised or cease once the levy terminates.
  - Any activity that is currently funded by the levy which will need to extend past 30 June 2017 will be absorbed by the Community Services Directorate.

What are the estimated revenue and operating costs each year (if available) and what are the capital requirements for this proposal and estimated costs each year (if available)?

	2016-17	2017-18	2018-19	2019-20	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Revenue<sup>(a)</sup></b>					
<b>Expenses<sup>(a)</sup></b>	0	0	0	0	0
<b>Capital</b>					
<b>Depreciation</b>					

(a) A negative number indicates a decrease in revenue or an increase in expenses. The expenses row does not include depreciation costs.

Has any specific information or data been utilised in generating the proposal?

No.

Where relevant, is funding for the proposal to be demand driven or a capped amount?

n/a

Will third parties, for instance the Commonwealth or other State/Territories, have a role in funding or delivering the proposal? Does the proposal provide additional funding to, or redirect, any existing Commonwealth/State or Territory funding arrangements (for example, does an education proposal add to or redirect NERA funding).

No.

Will funding/the cost require indexation?
n/a
Who will administer the proposal?
The Community Services Directorate.
How will the proposal be administered?
Activities undertaken by the Community Services Directorate will cease to be funded when the levy terminates on 30 June 2017. There will be no extension of the levy or associated activities.
Is the proposal part of a broader package?
This proposal was announced as part of a broader Community Services package on 24 August.
Has an allowance been made for expenses necessary to support the implementation of this proposal?
<ul style="list-style-type: none"> <li>– If no, will the government agency be expected to absorb expenses associated with this proposal?</li> <li>– If yes, please specify the key assumptions.</li> </ul>
No. All activities that were funded by the levy will cease on 30 June 2017. Should the Community Services Directorate need to continue any activities, the cost of these will be absorbed from within existing resources.
Will the proposal generate savings or offsets?
No.
Has the proposal been previously costed by an external (third) party? Will a copy of this material, including any assumptions, be made available to Treasury?
No.
What are the community impacts associated with the proposal? Who and how many people will be affected?
Community impacts will be positive as community organisations will have more resources as a result of not paying the levy.
Are there any transitional considerations associated with implementation of the proposal? If so, how will they be managed?
No.
What is the intended implementation date of the proposal?
1 July 2017.
When is the proposal expected to be fully operational? Please provide details such as the start and end dates, the level of commitment during each period etc?
1 July 2017.
Will the proposal cease, and if so, when?
n/a
Is there any additional information relevant to this proposal?
No.

