



Parliamentary Budget Office - Election Policy Costing

NSW Parliament • Parliament House, Macquarie Street Sydney NSW 2000

Referred By: Australian Labor Party

Proposal No: A094

Date Referred: 5/11/2018

Date Published: 18/03/2019

Proposal Title: Funding essential services for NSW – maintain existing property transfer duty arrangements

Cluster: Treasury

General Government Sector Impacts

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	4 year Total \$'000
Expenses (ex. depreciation)	-	-	-	-	-
Depreciation	-	-	-	-	-
Less: Offsets	-	-	-	-	-
Revenue	-	30,000	60,000	95,000	185,000
Net Operating Balance:	-	30,000	60,000	95,000	185,000

Capital Expenditure	-	-	-	-	-
Capital Offsets	-	-	-	-	-
Net Capital Expenditure:	-	-	-	-	-

Net Lending/(Borrowing):	-	30,000	60,000	95,000	185,000
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Total State Sector Impacts

Net Lending/(Borrowing):	-	30,000	60,000	95,000	185,000
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Notes and costing assumptions

The policy is to maintain existing property transfer duty thresholds from 30 June 2019, without the application of new indexation arrangements.

Background

On 5 November 2018, the Government announced it would 'index Stamp Duty brackets to CPI' for transactions made on or after 1 July 2019.

Assumptions

The revenue reductions from indexing the property transfer duty thresholds to movements in the Sydney CPI from 1 July 2019 were included in the 2018-19 Half-Yearly Review. We assume the revenue gains from not indexing the property transfer duty thresholds will be the obverse of those reductions. There may be slight changes due to the revision of transfer duty revenue forecasts in the 2018-19 Pre-Election Budget Update, but they should not materially affect the estimates.

Notes and costing assumptions continued:

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