

Election Costing Request Form

Details of request	
Party:	Australian Labor Party (NSW Branch)
Name of Policy:	Abolish payroll tax for small to medium enterprises in the Far West
Date of request:	7 November 2018

Description of policy	
Summary of policy (please attach copies of relevant policy documents and include information on what the policy aims to achieve):	Abolish payroll tax for small to medium enterprises in the Far West from 1 July 2019
Has the policy been publicly released yet?	

	2018/19 \$'000	2019/20 \$'000	2020/21 \$'000	2021/22 \$'000	Total \$'000
Impact on GGS expenses					
Impact on GGS revenue					
Impact on General Government Sector (GGS) net operating result ¹					
Impact on GGS capital expenditure ²					
Impact on GGS net lending/borrowing					

Note: Has the policy been costed by a third party?
If yes, can you provide a copy of this costing and its assumptions?

¹ Negative for a saving that reduces expenditure

² Negative for a reduction in capital expenditure.

Key assumptions made in the policy	
Does the policy relate to a previous announcement? If yes, which announcement?	
What assumptions have been made in deriving the financial impacts in your estimated costing? <i>(See checklist)</i>	<p>Business must be registered in an applicable area (defined below) and have more than half of their employees employed at one or more of the applicable areas.</p> <p>For firms with FTE based outside the applicable areas, they would only be exempt from payroll tax with respect to the FTE working in the applicable areas.</p> <p>Applicable areas under the policy are consistent with the standard Far West definition – Balranald Shire, Bourke Shire, Brewarrina Shire, Central Darling Shire, City of Broken Hill, Cobar Shire, Walgett Shire, and Wentworth Shire local government areas, and the Unincorporated Far West Region.</p> <p>Eligible firms may not have more than 200 employees in any location (inside or outside applicable regions).</p> <p>Please outline expenses and affected workers numbers by local government area.</p>
Is there a range for the costing or any sensitivity analysis that you have undertaken?	No.
Are there associated savings, offsets or, in the case of a revenue proposal, offsetting expenses? If yes, please provide details.	..
Are there significant costs or savings outside the forward estimates period which should be considered in costing this policy? ³	..

Administration of policy	
Intended date of implementation:	1 July 2019
Intended duration of policy ⁴ :	Ongoing.

³ Particularly important for large projects with long lead times, policies with a delayed timetable for implementation, or policies where up-front investment is required to achieve long term savings.

⁴ Where a policy is intended to be ongoing, please indicate “ongoing” in the space to the right

Who will administer the policy (e.g. Government entity, non-government organisation, etc.)?	Revenue NSW.
Are there any specific administrative arrangements for the policy that need to be taken into account (e.g. agreements between different levels of government)?	No.
Are there transitional arrangements associated with policy implementation?	..

If the policy is mainly a revenue commitment	
Transaction based or capped:	Transaction based
Thresholds and/or exemptions:	See <u>Assumptions</u> .
Collection method:	N/a.
Additional expenditure associated with collection:	Nil.