

4 Revenue Measures

Introduction

The following tables present the relevant portfolio revenue measures relating to decisions taken since the 2018-19 Budget. For further explanation, refer to Explanation of Scope and Terms in Chapter 1.

Department of Education

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Amendments to the Schedule of Fees prescribed in the Education (Queensland Curriculum and Assessment Authority) Regulation 2014	..	637	539	553	567

The Government will amend the schedule of fees prescribed in the *Education (Queensland Curriculum and Assessment Authority) Regulation 2014* to support the introduction of the new senior assessment and tertiary entrance arrangements, ensuring certain existing fees represent full cost recovery, and removing fees for discontinued services.

Department of Environment and Science

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Wangetti Trail	2,111

The Government will receive payments from the operator of the Wangetti Trail estimated at \$2.1 million per annum from 2022-23, recognising new camping opportunities arising from the opening of the Wangetti Trail. This revenue will contribute to the cost of operating and maintaining the trail.

Further details can be found in the Department of Innovation, Tourism Industry Development and the Commonwealth Games and Department of Environment and Science sections of Chapter 2 Expense Measures and the Department of Innovation, Tourism Industry Development and the Commonwealth Games section of Chapter 3 Capital Measures.

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Reduction in Regulated Fees - Pig Keeping	(34)	(155)	(159)	(163)	(166)

The Government is reducing fees paid for Environmentally Relevant Activity Pig Keeping. The environmental risk assessment for the activity has been revised to reflect contemporary operations in the Queensland industry. This has led to a reduction in the annual fee payable for an environmental authority for carrying out the pig keeping activity.

Department of Natural Resources, Mines and Energy

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Drought Assistance Package and Queensland Drought Reform

The Government is providing fee and rental relief of up to \$4.2 million in 2019-20, held centrally, as part of the Drought Assistance Package and Queensland Drought Reform. This includes rent rebates for primary production tenures and waiver of annual water licence fees in drought declared local government areas or on individually droughted properties.

The Drought Assistance Package and Queensland Drought Reform is a total of up to \$74.6 million over four years from 2019-20 to support drought affected communities across the State. Further details can be found in the Department of Agriculture and Fisheries, Department of Communities, Disability Services and Seniors and the Department of Natural Resources, Mines and Energy sections of Chapter 2 Expense Measures.

Department of Transport and Main Roads

	2018-19	2019-20	2020-21	2021-22	2022-23
	\$'000	\$'000	\$'000	\$'000	\$'000
Cost Recovery for Drink Driving Reforms	..	3,081	3,234	3,434	3,642

The Government is increasing the existing Interlock 'I' Condition Licence fee and introducing new fees for the Brief Intervention Education Program and Repeat Offender Education Program. The expense component of this measure can be found in Chapter 2 Expense Measures.

Electoral Commission of Queensland

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Local Government Elections	3,713

The Government will recuperate funding of \$3.7 million from councils associated with conducting Local Government elections to be held in March 2020. The expense component of this measure can be found in Chapter 2 Expense Measures.

Queensland Treasury

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Land tax - foreign surcharge	..	131,000	134,000	136,000	139,000

The Government will increase the land tax absentee surcharge rate from 1.5% to 2.0% from 2019-20. The application of the surcharge will also be widened to include foreign corporations and trustees of foreign trusts. These measures are estimated to raise \$540 million over four years. The determination of absentee status for land tax purposes will also be adjusted so that Australian citizens and permanent residents are no longer classed as absentees and will be exempt from the absentee surcharge.

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Royalties - Petroleum royalty rate increase	..	113,000	123,000	120,000	120,000

The Government is increasing the petroleum royalty rate by 2.5% to 12.5% from 2019-20. This will increase revenue by \$476 million over the four years ending 2022-23. A transitional arrangement for one year will apply for royalty payers that lodge and pay on an annual basis ending 31 December 2019.

An increased petroleum royalty rate helps ensure a reasonable return is made to the community for the extraction of Queensland resources, and a rate of 12.5% for petroleum remains competitive with other royalty regimes internationally. For example, petroleum royalty in the USA are generally charged at a rate between 12.5% and 30% of the wellhead, while crown royalty rates in Canada are typically up to 45%.

The Government will also review the design of Queensland's current petroleum royalty regime to ensure greater certainty and equity for all parties and identify opportunities to simplify the current regime, while providing an appropriate return to Queenslanders. While the Government has already taken measures to ensure greater certainty of domestic gas supply (for example, through release of gas tenures specifically to supply domestic gas), the review will identify further opportunities to strengthen domestic supply through the royalty regime settings.

2019-20 Budget Measures

	2018-19	2019-20	2020-21	2021-22	2022-23
	\$'000	\$'000	\$'000	\$'000	\$'000
Land tax - Increased rate for Companies and Trusts	..	56,000	58,000	60,000	64,000

The Government will increase land tax rates for companies and trusts by 0.25 cents for each dollar above \$5 million from the 2019-20 assessment year. These changes are estimated to increase revenue by \$238 million over the four years ending 2022-23. The land tax rates for individuals will not be affected.

	2018-19	2019-20	2020-21	2021-22	2022-23
	\$'000	\$'000	\$'000	\$'000	\$'000
Additional Revenue Compliance Program	..	20,000	40,000	80,000	80,000

The Government will increase revenue compliance work undertaken by Queensland Treasury. The compliance program is expected to increase revenue, net of the additional costs, by \$220 million over four years, ending 2022-23.

	2018-19	2019-20	2020-21	2021-22	2022-23
	\$'000	\$'000	\$'000	\$'000	\$'000
Payroll tax reform for jobs growth (net revenue impact)	..	(45,000)	(138,000)	(121,000)	(37,000)

The Government will deliver a package of targeted payroll tax measures to drive employment in Queensland businesses, particularly small, medium and growing businesses in regional Queensland. The measures include a higher payroll tax exemption threshold, reduced payroll tax rates for regional employers over the forward estimates, a two-year extension to the 50% apprentice and trainee rebate and rebates to Queensland employers (capped at \$20,000 annually per employer) will be available where employee numbers are increased.

The Government is committing \$885 million over four years to these measures, which are being partially funded by an increase in the payroll tax rate applying to employers with annual taxable wages above \$6.5 million. Combined, the reforms to payroll tax are estimated to have a net revenue reduction of \$341 million over the four years ending 2022-23.