

4 Revenue Measures

Introduction

The following tables present the relevant portfolio revenue measures relating to decisions taken since the 2021-22 Budget. For further explanation, refer to Explanation of Scope and Terms in Chapter 1.

Department of Regional Development, Manufacturing and Water

	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Drought Assistance and Reform Package

The government is providing relief of up to \$1.5 million in 2022-23 through the waiver of fees associated with an annual water licence invoice and applications for stock or domestic water licences. The waiver is available to primary producers in drought declared areas and those who have an individually droughted property.

The Drought Assistance and Reform Package is a total of up to \$79.6 million over 4 years from 2022-23 to support drought affected communities across the State (and \$150 million over 3 years from 2022-23 for drought preparedness and emergency drought assistance loans). Further details can be found in the Department of Resources section of this chapter and the Department of Agriculture and Fisheries and the Department of Energy and Public Works sections of Chapter 2 Expense measures.

Department of Resources

	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Drought Assistance and Reform Package

The government is providing relief of up to \$3.2 million in 2022-23 through rent rebates for drought declared areas.

The Drought Assistance and Reform Package is a total of up to \$79.6 million over 4 years from 2022-23 to support drought affected communities across the State (and \$150 million over 3 years from 2022-23 for drought preparedness and emergency drought assistance loans). Further details can be found in the Department of Regional Development, Manufacturing and Water section of this chapter and the Department of Agriculture and Fisheries and the Department of Energy and Public Works sections of Chapter 2 Expense measures.

Queensland Health

	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Fee Alignment Cost Recovery for Healthcare Services Provided to Australian Defence Force Personnel	..	2,368	2,463	2,563	2,666

The government is increasing the fees charged by Queensland Health for healthcare services provided to Australian Defence Force (ADF) personnel to continue cost recovery. The additional cost of these fees will be borne by the Australian Government not ADF personnel. This measure is estimated to generate \$10.1 million in revenue from 2022-23 to 2025-26.

Queensland Treasury

	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Progressive Coal Royalty Rates	..	764,807	126,549	138,693	146,226

The government is introducing three additional royalty rate tiers to the coal royalty structure, for coal sold, disposed of or used on or after 1 July 2022 as follows:

- a rate of 20 per cent on that part of the average price per tonne more than A\$175 but not more than A\$225
- a rate of 30 per cent on that part of the average price per tonne more than A\$225 but not more than A\$300
- a rate of 40 per cent on that part of the average price per tonne more than A\$300.

The additional tiers of coal royalty rates will ensure during future periods of high coal prices that the royalty return to the people of Queensland is appropriate for the use of the state's valuable and limited natural resources.

	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Payroll Tax - Mental Health Levy	..	183,776	390,340	407,515	425,446

The government is introducing a mental health levy on large employers (or groups of employers) with annual Australian taxable wages over \$10 million, to provide a sustainable funding source for mental health services.

The mental health expense measures that this initiative funds is discussed in Chapter 2 Expenses measures. Where this measure actually raises more than sufficient revenue to fund the allocation to the mental health, alcohol and other drugs funding measures any additional funding will be available to allocate to future priority mental health capital initiatives.

Subject to the passage of legislative amendments, it is proposed that for payroll tax liabilities arising on or after 1 January 2023, a 0.25 per cent levy will apply to an employer's (or group of employers) annual Australian taxable wages above \$10 million, and an additional 0.5 per cent levy will apply to annual Australian taxable wages above \$100 million of the employer (or group of employers).

Budget Measures 2022-23

	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Betting Tax Reform	..	40,000	80,000	80,000	80,000

The government has announced a new funding model to ensure ongoing sustainable funding for Queensland's racing industry. The reforms include applying a 5 per cent racing levy to the betting tax and making bonus bets (or free bets) taxable. Racing Queensland will then be hypothecated 80 per cent of total betting tax revenue. Subject to the passage of legislative amendments, it is proposed that the changes will take effect from 1 December 2022.

	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Additional Foreign Acquirer Duty Exemption for Retirement Visa Holders	..	(150)	(300)	(300)	(300)

Retirement visa holders (that is, holders of subclass 405 and 410 visas) will be exempt from additional foreign acquirer duty for purchases of their principal place of residence on or after 1 January 2023. This change will ensure that, subject to conditions, holders of retirement visas who purchase a home will not be subject to a surcharge rate of duty, and only duty at standard concessional rates will apply to eligible transactions.

The change is subject to the passage of legislative amendments.

	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Payroll Tax Extending Deduction Phase Out	..	(30,000)	(60,000)	(60,000)	(60,000)

The government will provide tax relief to small and medium businesses, through adjustments to the existing payroll tax deduction framework.

Subject to the passage of legislative amendments, it is proposed that for payroll tax liabilities arising on or after 1 January 2023, the payroll tax deduction will be extended from the current ceiling of \$6.5 million in annual Australian taxable wages up to \$10.4 million. This reflects an increase in the phase out rate of the deduction from \$1 for every \$4 to a rate of \$1 for every \$7 of taxable wages above the \$1.3 million threshold, benefitting over 12,000 businesses.

Budget Measures 2022-23

	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Payroll Tax Apprentice and Trainee Rebate	..	(32,200)

The government is extending the 50 per cent payroll tax rebate on the exempt wages of apprentices and trainees until 30 June 2023. The extension of the rebate is part of the government's ongoing commitment to support Queensland businesses and build Queensland's skills base, including for Queensland's youth, across all regions of the state.

The change is subject to the passage of legislative amendments.