

# TASMANIAN BUDGET 2018-19

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## DELIVERING ON OUR PLAN. BUILDING YOUR FUTURE.

Hon Peter Gutwein MP

Treasurer

15 June 2018



Building  
your  
future

# Budget Context

## SIX KEY THEMES

Deliver a stronger economy and more jobs

Action on the cost of living

Invest in health, education and Tasmanians in need

Keep Tasmanians safe

Protect the Tasmanian way of life

Build Tasmania's infrastructure for the 21st century



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# Budget Highlights

Includes all election commitments  
- in full and on time

Record \$2.6 billion  
infrastructure  
program

Record boost to  
health –  
\$757 million over six  
years

Education –  
\$324 million over six  
years

\$125 million for  
Stage 2 of the  
Affordable Housing  
Strategy

Strong and growing  
economy

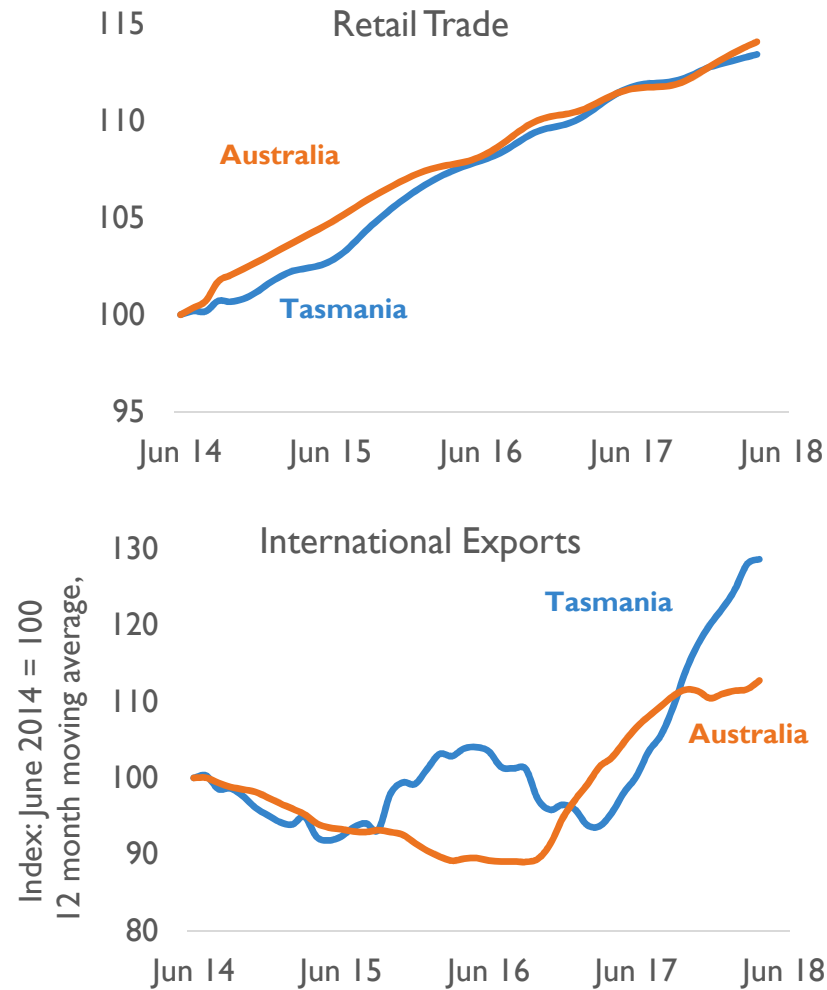
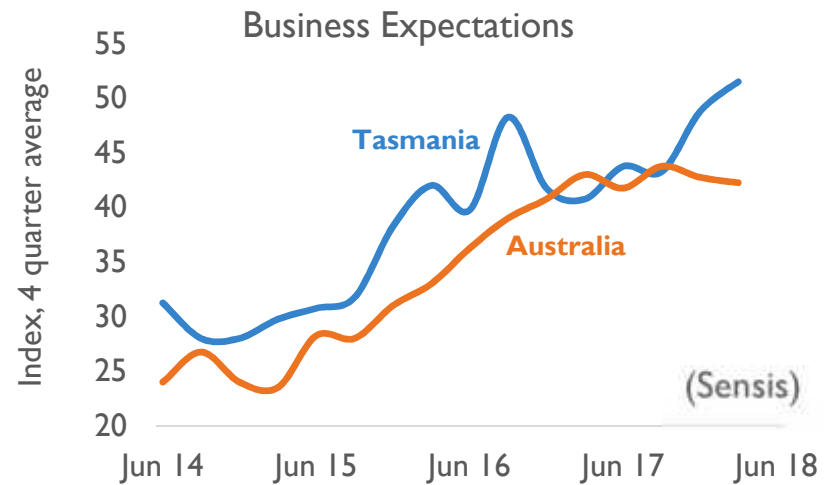
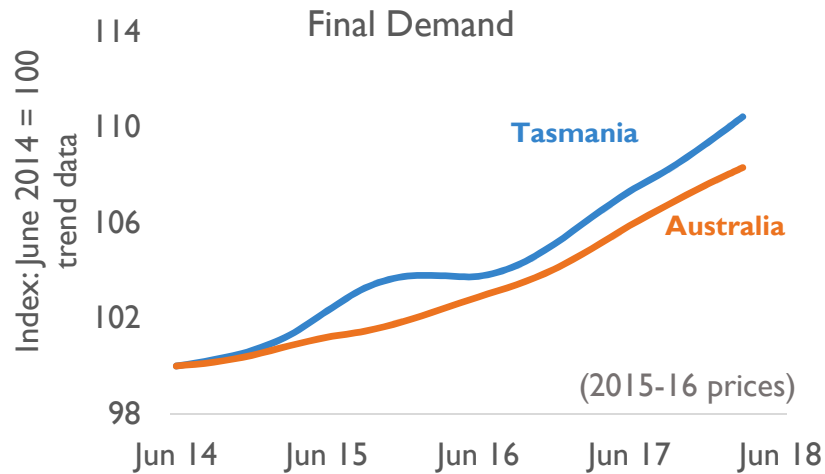
Modest Surpluses  
every year



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# Strong Economy



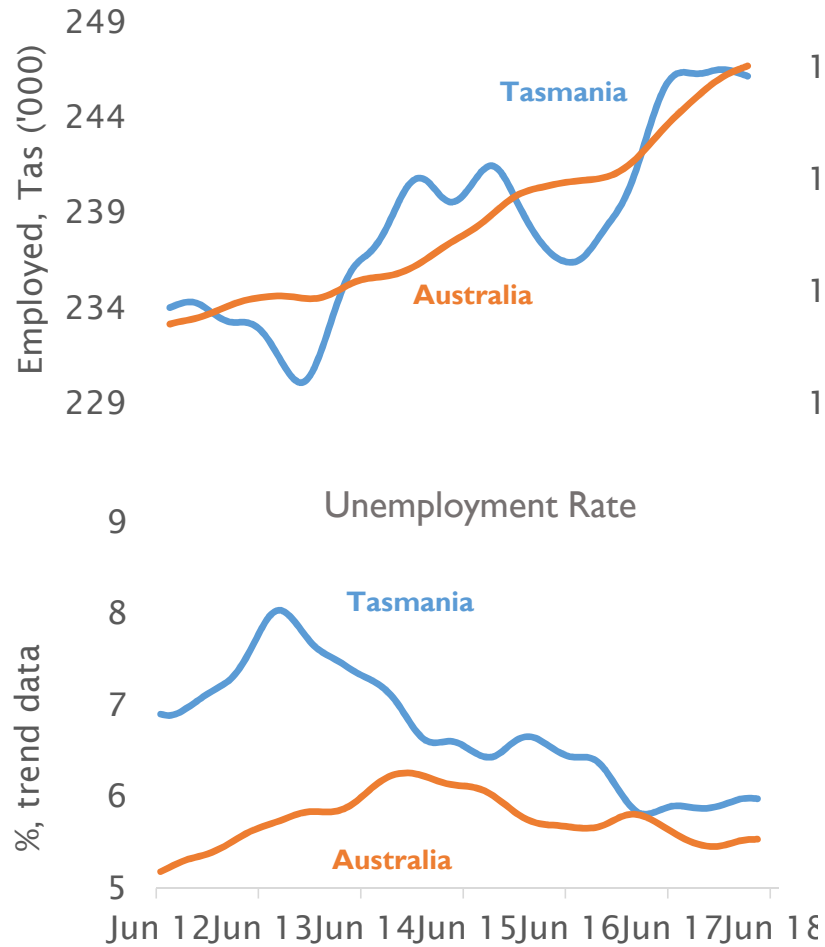
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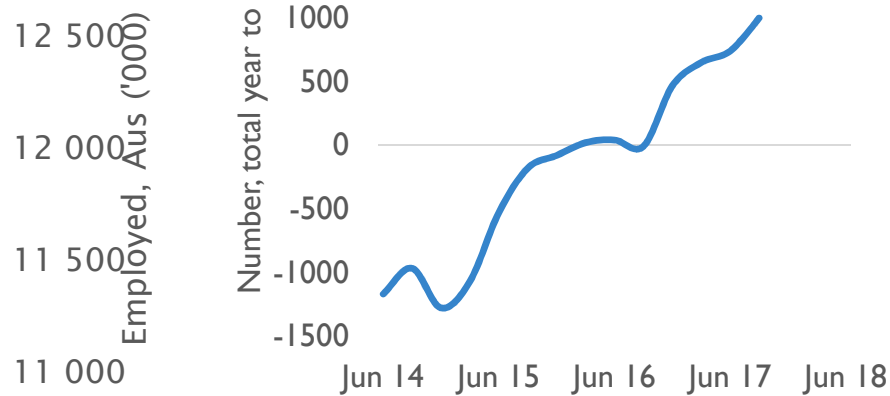
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# Strong Economy

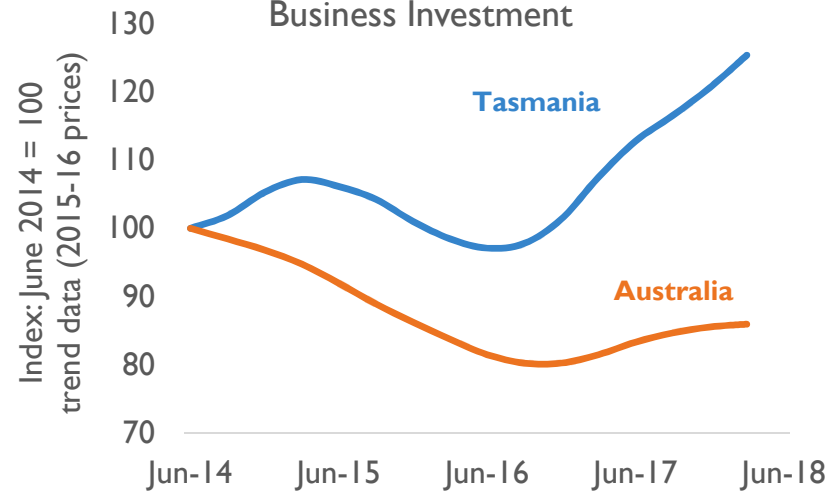
Employment



Net Interstate Migration



Business Investment

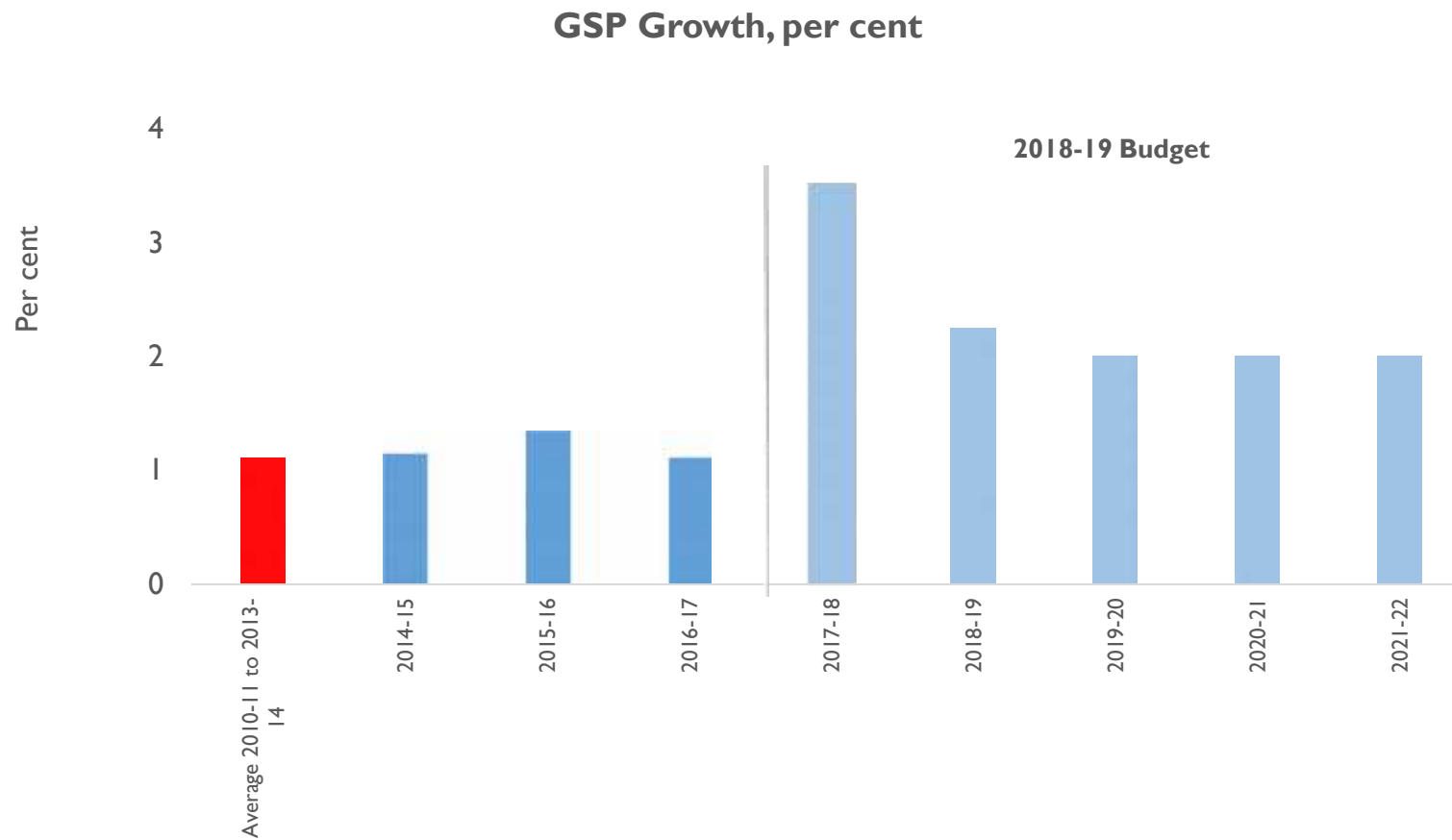


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# Strong Economy



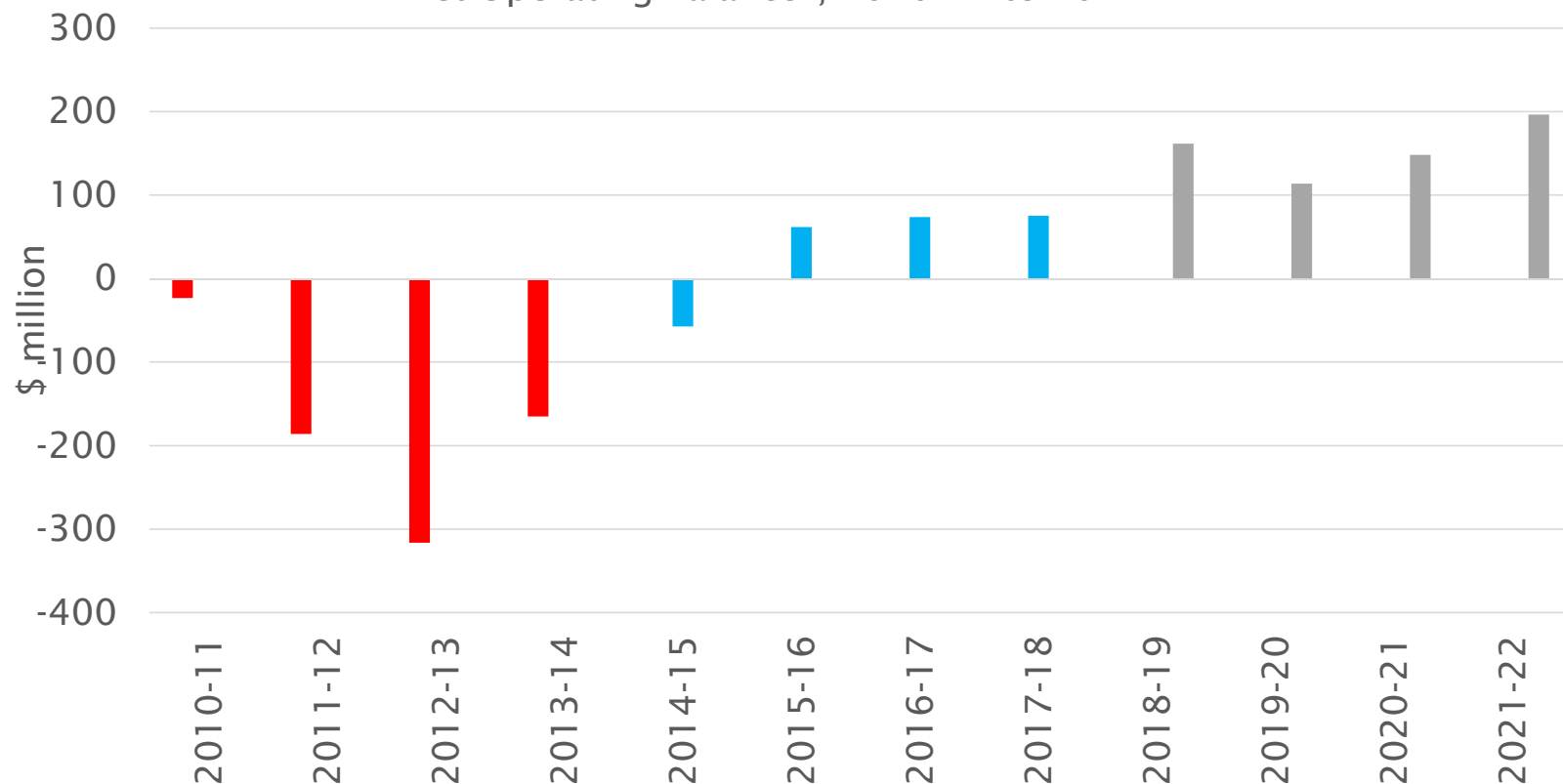
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# Budget Position

Net Operating Balance\*, 2010-11 to 2021-22



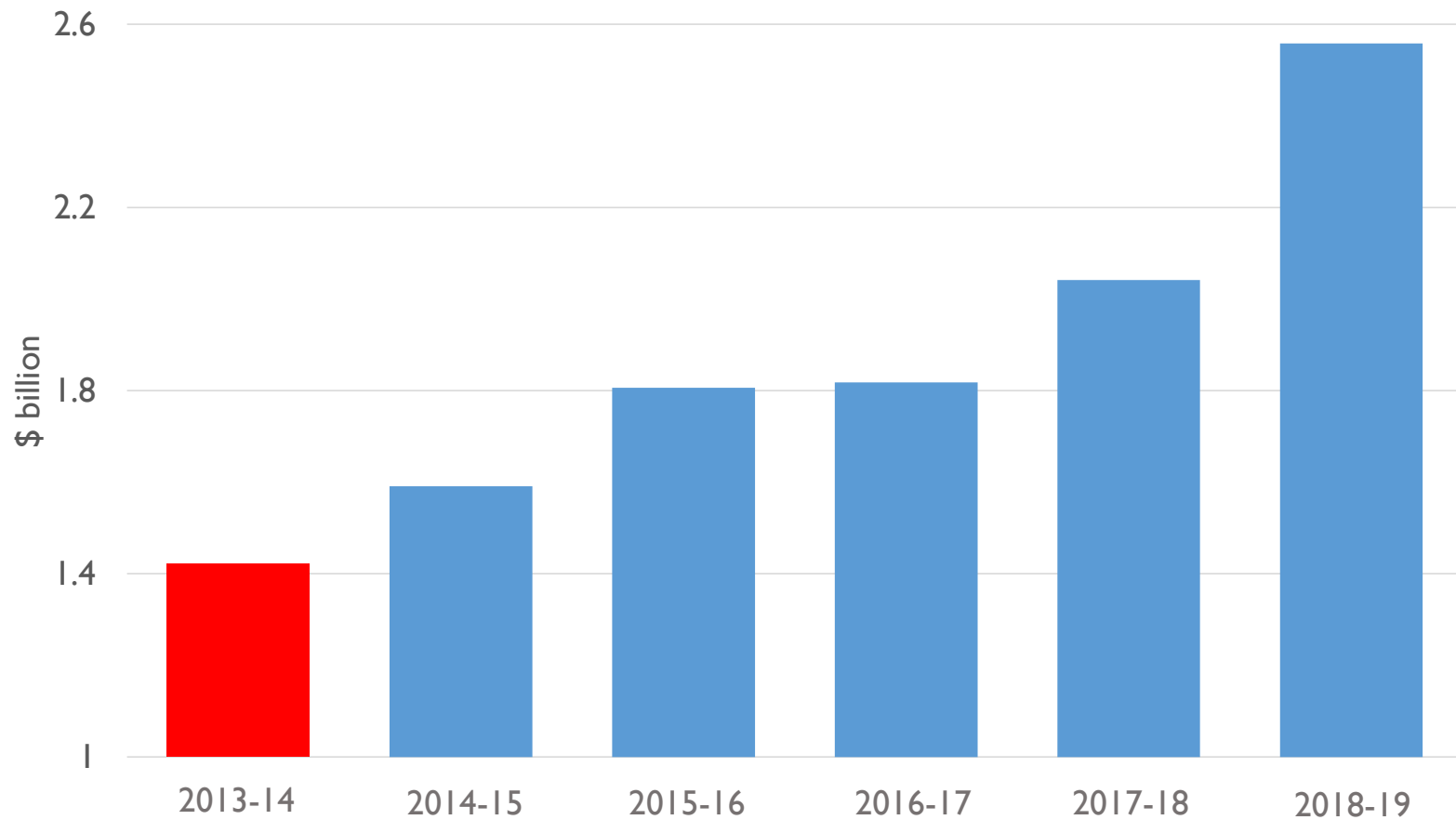
\*Note: 2016-17 Net Operating Balance excludes one-off Australian Government payment of \$730 million for the Mersey Community Hospital. Results for years 2010-11 to 2016-17 are Actuals; 2017-18 denotes the Estimated Outcome; the years 2018-19 to 2021-22 reflect the 2018-19 Budget and Forward

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# Record infrastructure



Each column represents total infrastructure expenditure (Budget plus Forward Estimates) for the relevant Budget year

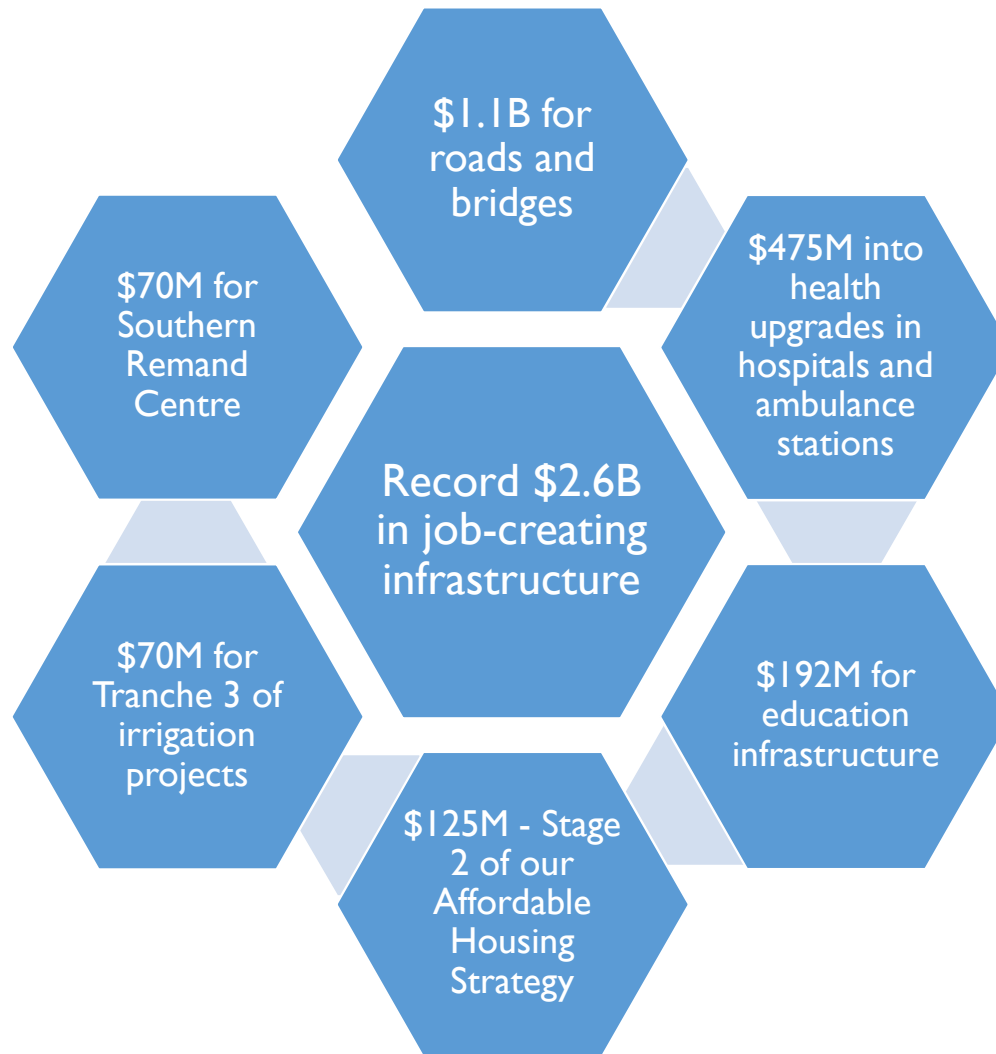
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# Record infrastructure



# Our plan for Health

**\$757M over six years**

- Open 298 new hospital beds
- Over 1,300 new health staff

**This Budget includes:**

- 478 additional hospital FTEs
- 120 more nursing graduates
- 76 new fully funded beds
- Extra \$20M elective Surgery

**\$278M to finish RHH redevelopment**

**\$87M for LGH redevelopment over six years**

**New private hospital co-located at LGH**



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# Taking education to the next level

**\$324M over six years**

- 358 more staff, including:
- 250 Teachers
- 80 Teacher Assistants

**This Budget includes:**

- 277 more teachers and support staff (192 teachers)
- \$192 million for new school and TasTAFE infrastructure
- Extending all high schools to Year 12
- \$31 million to remove disadvantage in early years



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# Supporting those who need it most

An extra \$125M to implement Stage 2 of our Affordable Housing Strategy

- To provide an additional 1,500 affordable home and assist around 2,000 households
- Together with Stage 1, brings the total number of new affordable homes to 2,400

\$70M for National Redress Scheme

\$24M for improved child safety

\$20M for eliminating family violence

\$21M to support Tasmanians with disability



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# Stronger economy – more jobs

## Competitive payroll tax rates

- Payroll tax cuts – reducing the rate to 4% for payrolls between \$1.25 and \$2 million
- Saves businesses up to \$15,750

\$10M - extend energy rebate scheme for unregulated customers

Extending the Payroll Tax Rebate Scheme for Apprentices & Trainees (in areas of high demand for skills)

Extend the \$20,000 First Home Owners Grant

## Tourism - Leading the Country

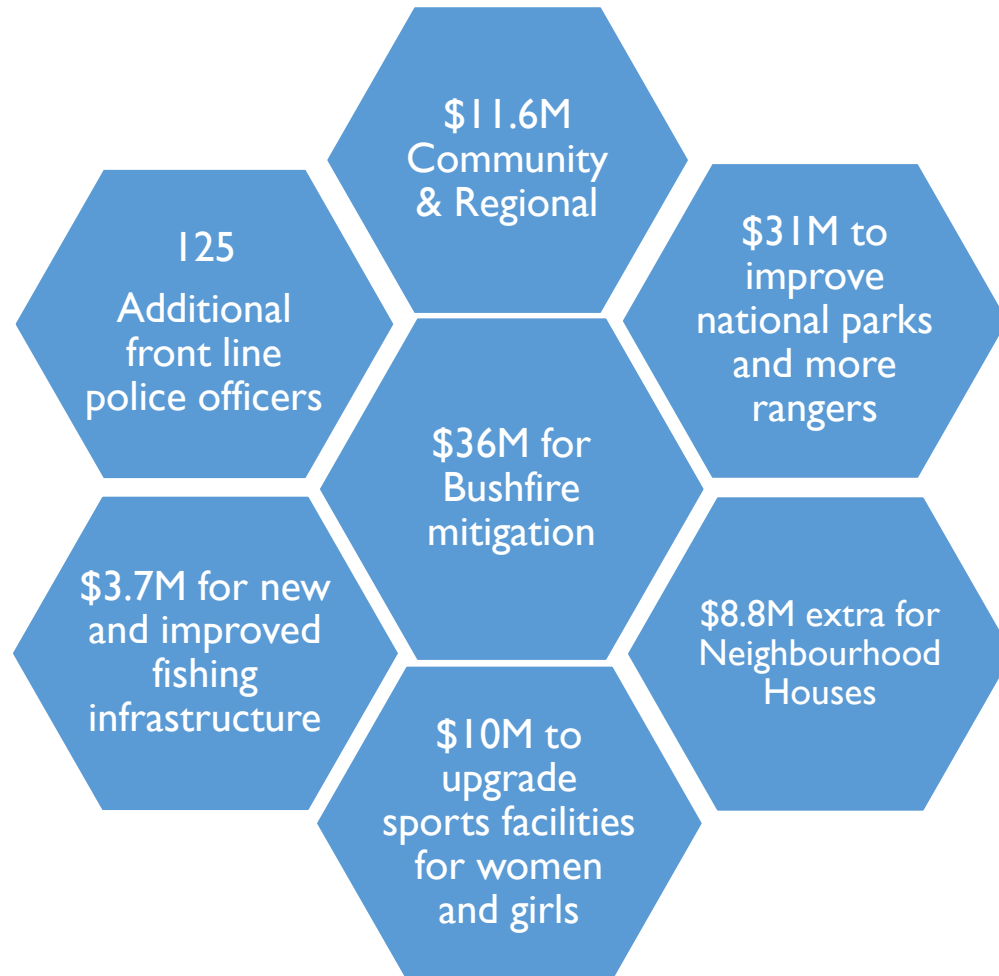
\$12M for additional marketing, \$4M Events attraction, \$72M Cradle Mountain, \$20M Next Iconic walk, Re-purposing Treasury Building



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# Protecting our way of life



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# Action on cost of living

\$182M – energy concession for low income earners

\$111M – rates and water & sewerage concessions

Freeze water & sewerage prices in 2019-20; then 3.5% cap

50% stamp duty concession for seniors downsizing (up to \$7,000)

First home buyers 50% duty concession (up to \$7,000)

Cap power prices at CPI for 3 years

\$3M - Ticket to Play vouchers for kids sport



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# Southern Region

## Our Plan to Build Your Future

More than \$434 million in specific budget initiatives

### Health

- RHH upgrades, \$28m
- 60 more nursing graduates, \$5.2m
- 25 mental health beds, \$28.3m
- Glenorchy Ambulance super-station, \$6m
- And all in addition to the RHH redevelopment, \$469m

### Infrastructure

- Bridgewater Bridge, \$121m over 4-years
- Road upgrades, \$51.7m
  - Channel and East Derwent Highway
  - Huon Highway
  - Richmond Road
  - Tasman Bridge
  - Southern Midlands Highway
- Greater Hobart Traffic Vision, \$30.8m
  - Derwent Ferry Service
  - Bus priority measures
  - Southern Outlet fifth lane
  - Macquarie and Davey Street improvements
- Roads to support Tasmania's visitor economy, \$25m



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# Southern Region

## Our Plan to Build Your Future

### Education

- New 7-12 Brighton High School, \$30m\*
- Sorell School redevelopment, \$25.8m
- Revitalise Cosgrove High School, \$20m\*
- Revitalised school farms across Tasmania, \$7.3m, with \$4.3m for the Jordan River Learning Federation
- Six new Early Learning Hubs, \$21m\*
  - Sorell
  - Kingborough
  - Glenorchy

\* over six years

### Community

- Glenorchy indoor Multi-sports Facility, \$10m
- Hobart Aquatic Centre Hydrotherapy pool, \$3m contribution

### Keeping Tasmanians Safe

- New Southern Remand Centre, \$70m
- New Norfolk Police Station, \$5m
- Sorell Emergency Services Hub, \$12m



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# North and North East

## Our Plan to Build Your Future

\$249 million in specific budget initiatives

### Health

- LGH redevelopment, \$37m first tranche of \$87.3m\*
- LGH Ward 4K capital and beds, \$17.8m
- 40 additional nursing graduates
- Northern Tasmania Paramedics, \$6.4m

\*Over six years

### Infrastructure

- Commence the \$95m River Health Action Plan, with \$31.4m over four years for System and Catchment Works for the Tamar
- Launceston and Tamar Valley Traffic Vision, \$53m
  - West Tamar Highway Traffic Solution
  - Mowbray Interconnector
  - Charles Street Bridge and Invermay network
  - Batman Highway shoulder widening
  - Launceston Couplet
- North and North East State Roads, \$7m
- Visitor economy road upgrades, \$23m



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# North and North East

## Our Plan to Build Your Future

### Education

- Legana Primary School, \$5m of \$20m estimated total cost
- New East Tamar Early Learning Hub
- \$12m Riverside High School

### Keeping Tasmanians Safe

- Northern Prison, \$45m first tranche of \$270m – the largest infrastructure investment ever in Northern Tasmania
- New Longford Police Station, \$5m

### Community

- Scottsdale Regional Swimming Pool, \$3m
- Relocate 100 DPIPWE staff to Northern Tasmania, \$2.45m
- Northern Tasmanian Tennis Centre upgrades, \$2m
- Reimagining the 'Gorge', \$875,000
- Flinders Island Community Transport pilot, \$60,000



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# North West and West Coast

## Our Plan to Build Your Future

More than \$233 million in specific budget initiatives

### Health

- Mersey Community Hospital capital upgrades, \$35m
- NWRH 8-bed Acute Medical Unit, \$17.6m
- New NWRH Ante-natal clinic, \$2.1m
- King Island Hospital redevelopment Stage 2, \$10.5m
- New Burnie Ambulance Station, \$6m
- Smithton Ambulance Station training facility, \$1.1m
- 20 more Nursing Graduates

### Infrastructure

- \$72m Cradle Mountain Visitor Experience
- \$24m for State Roads
  - Bass Highway improvements
  - West Coast Roads Package
- Visitor economy roads, \$2.6m
  - Tarkine Drive
  - Sumac Road



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# North West and West Coast

## Our Plan to Build Your Future

### Education

- Penguin School redevelopment, \$20m
- Devonport School redevelopment, \$10.5m
- School farms across Tasmania, \$7.3m, with \$3m for Sheffield District School
- New Early Learning Hubs in West Ulverstone and Waratah-Wynyard

### Investing in jobs

- \$7m to underpin Hermal's \$190m cross-laminated plantation mill in Hampshire
- Agriculture Centre of Excellence, \$5m
- Drysdale Training Kitchen, part of the Devonport Living City Project, \$1.5m

### Courts and helping the vulnerable

- Burnie Court Complex upgrades, \$8m
- Ashley Youth Detention Centre refurbishments, \$7.3m



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