



DELIVERING FOR ALL VICTORIANS

VICTORIAN BUDGET 19/20

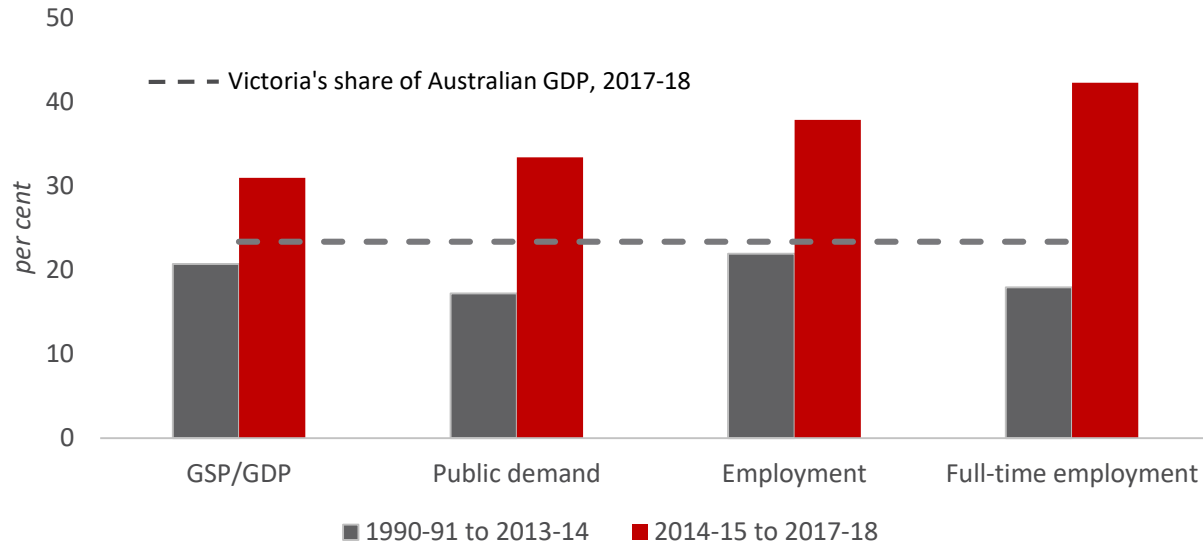
TIM PALLAS MP
TREASURER OF VICTORIA

31 MAY 2019



VICTORIA'S ECONOMY IS POWERING THE NATION

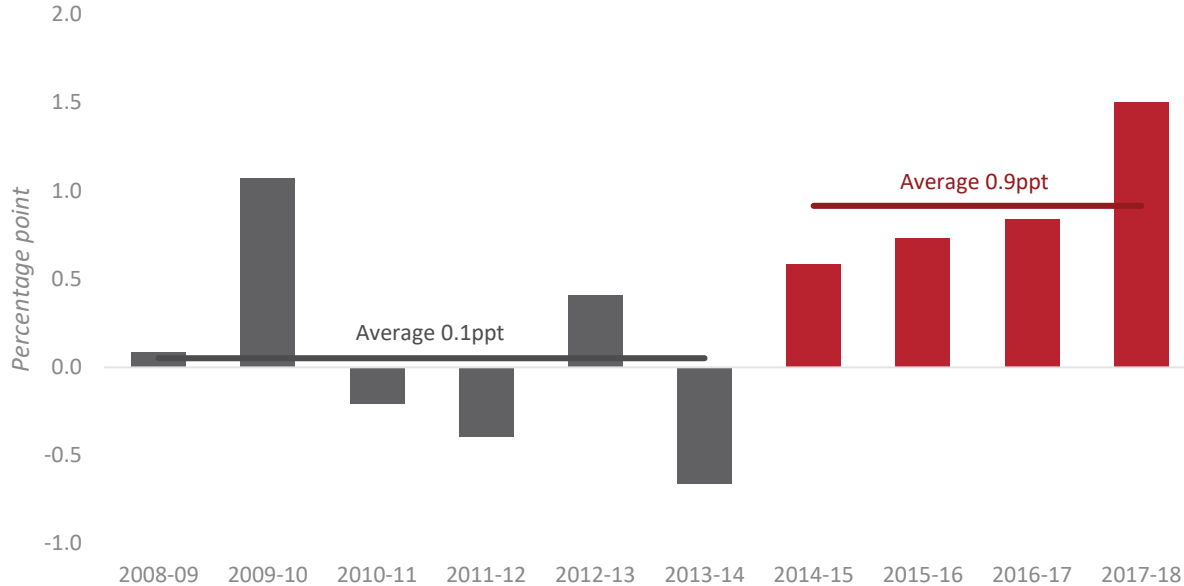
VICTORIA'S CONTRIBUTION TO NATIONAL GROWTH, SELECTED INDICATORS



Source: Australian Bureau of Statistics

INVESTMENT IS BOOSTING GROWTH

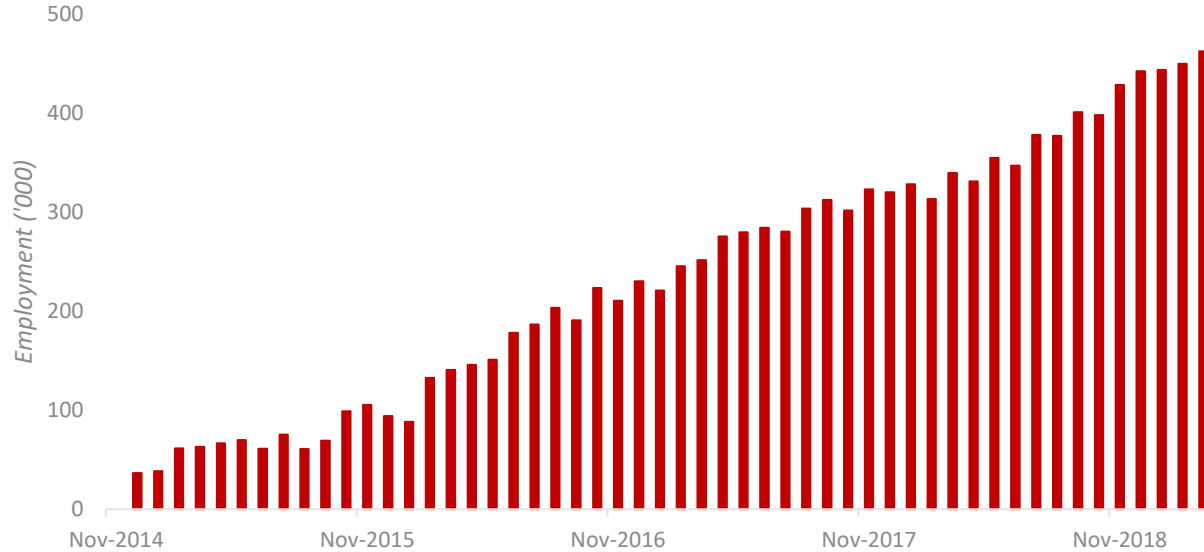
PRIVATE AND PUBLIC INVESTMENT CONTRIBUTION TO VICTORIA'S REAL GSP GROWTH



Source: Australian Bureau of Statistics. Note: Excludes dwelling investment

MORE THAN 450 000 JOBS CREATED SINCE 2014

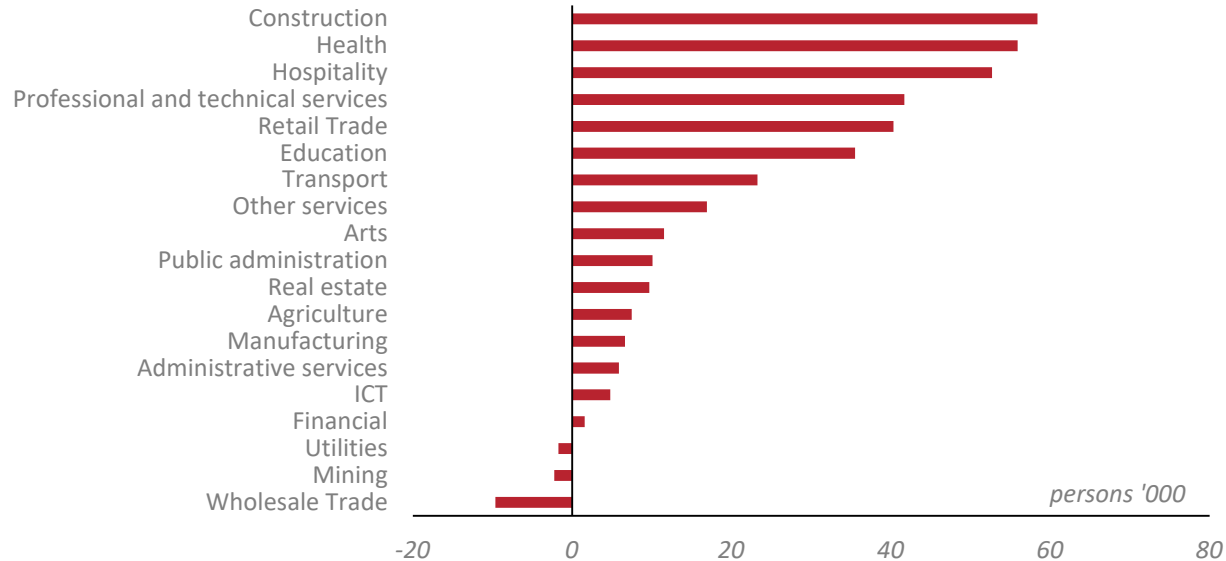
CUMULATIVE VICTORIAN EMPLOYMENT GROWTH SINCE NOVEMBER 2014



Source: Australian Bureau of Statistics

GROWING JOBS ACROSS INDUSTRIES

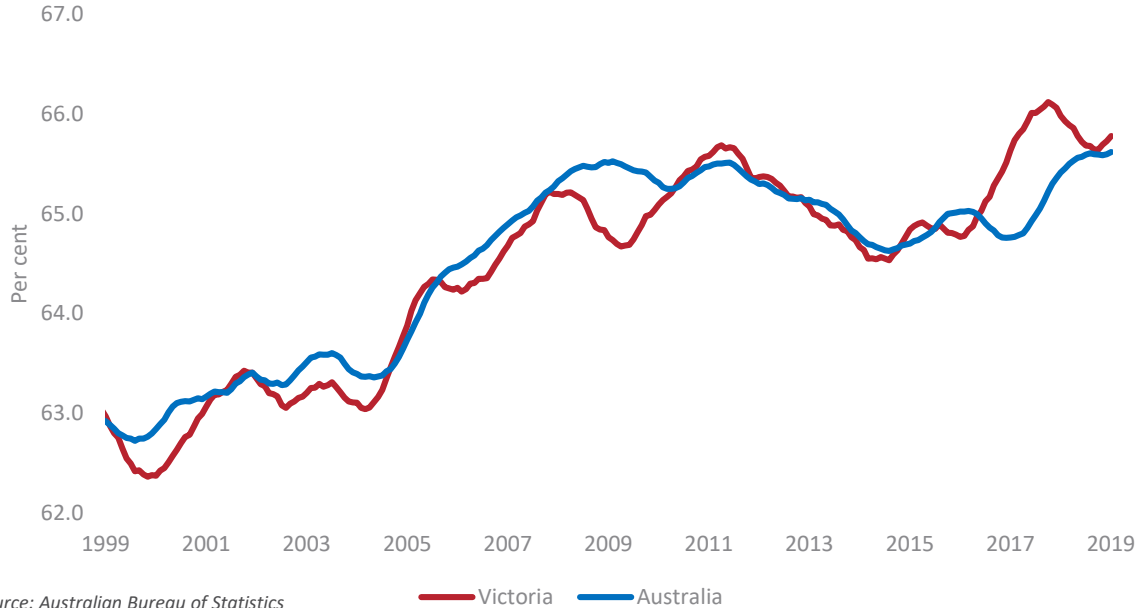
EMPLOYMENT GROWTH BY INDUSTRY, 2013-14 TO 2017-18



Source: Australian Bureau of Statistics

MORE PEOPLE ARE ENTERING THE LABOUR FORCE

VICTORIA'S PARTICIPATION RATE, TREND

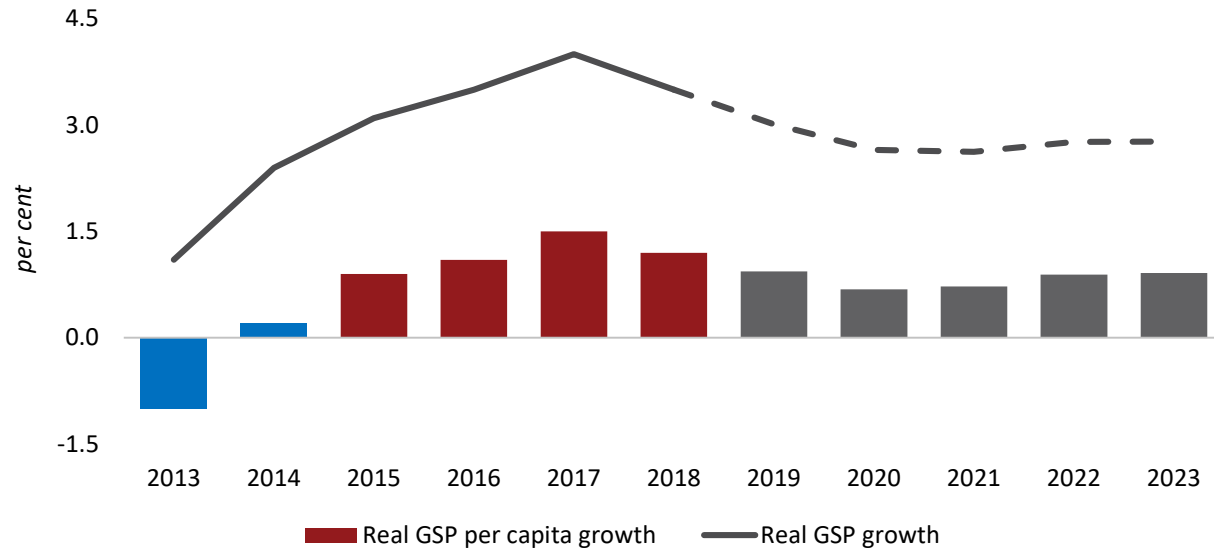


Source: Australian Bureau of Statistics

— Victoria — Australia

BOOSTING LIVING STANDARDS FOR VICTORIANS

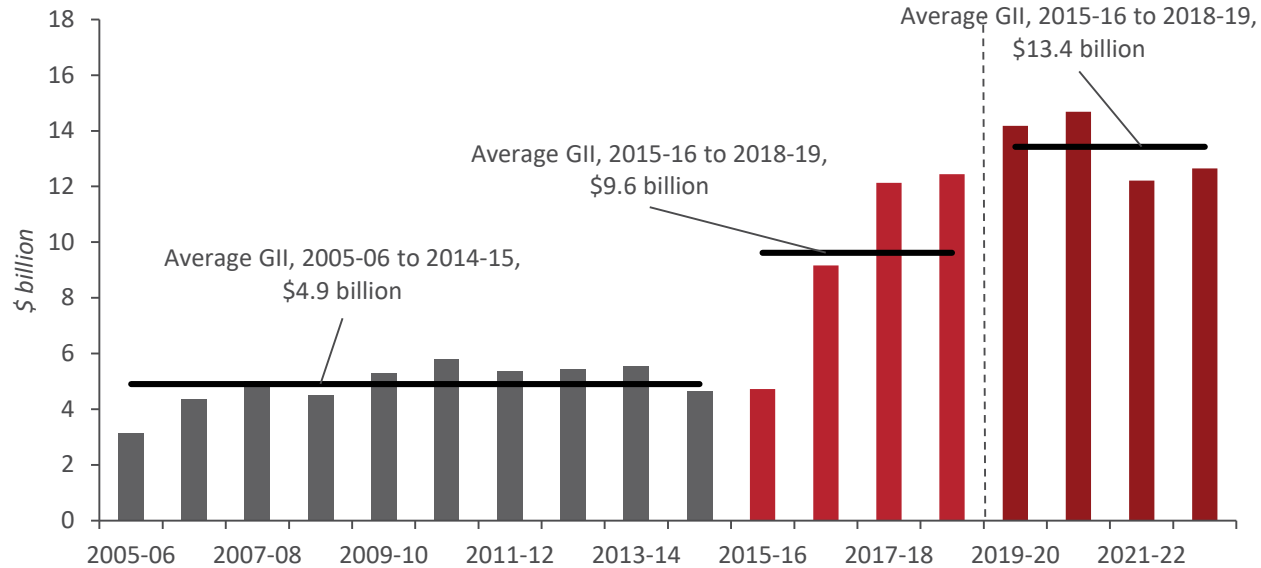
FORECASTS OF VICTORIA'S REAL GSP AND REAL GSP PER CAPITA



Sources: Australian Bureau of Statistics; Department of Treasury and Finance

RECORD LEVELS OF INFRASTRUCTURE INVESTMENT

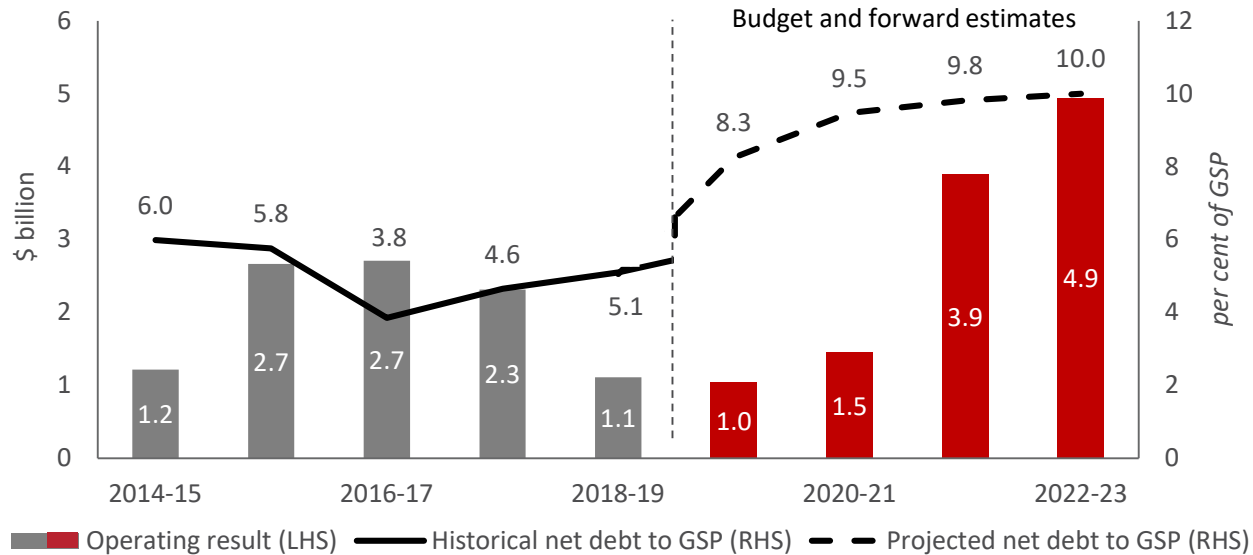
GOVERNMENT INFRASTRUCTURE INVESTMENT



Source: Department of Treasury and Finance

STRONG FINANCIAL MANAGEMENT

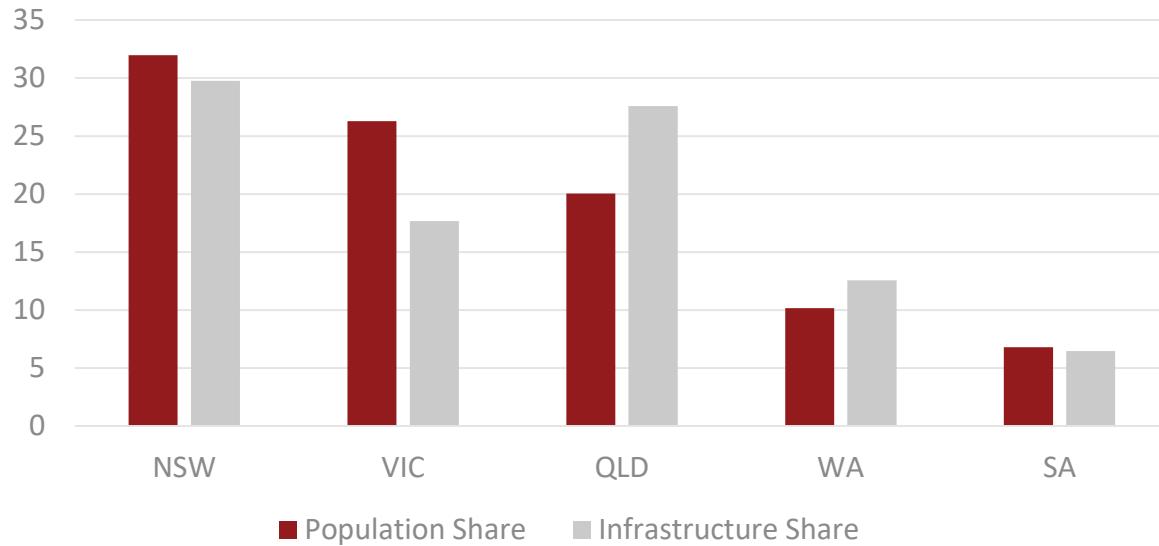
OPERATING RESULT AND NET DEBT



Source: Department of Treasury and Finance

VICTORIA IS MISSING OUT ON A FAIR SHARE

INFRASTRUCTURE SHARE VS POPULATION SHARE (COMPARABLE STATES) FIVE YEARS TO 2022-23



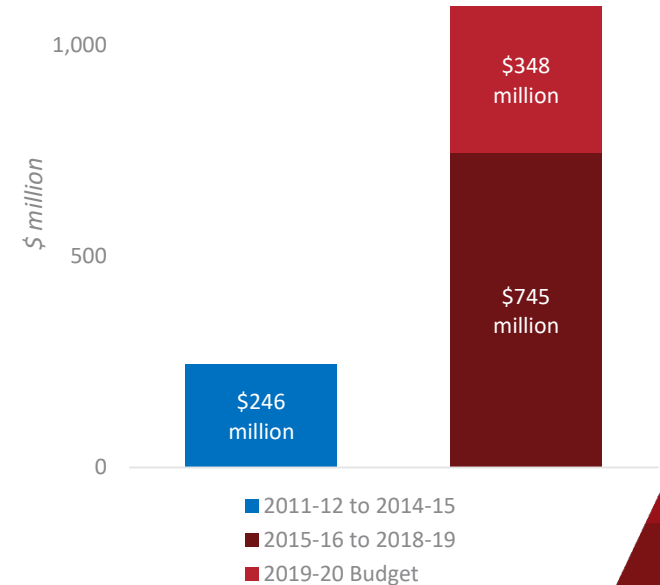
Sources: 2019-20 Commonwealth Budget; Department of Treasury and Finance.

CREATING JOBS AND WORKING WITH BUSINESS

This year's Budget provides \$348 million in tax relief, including:

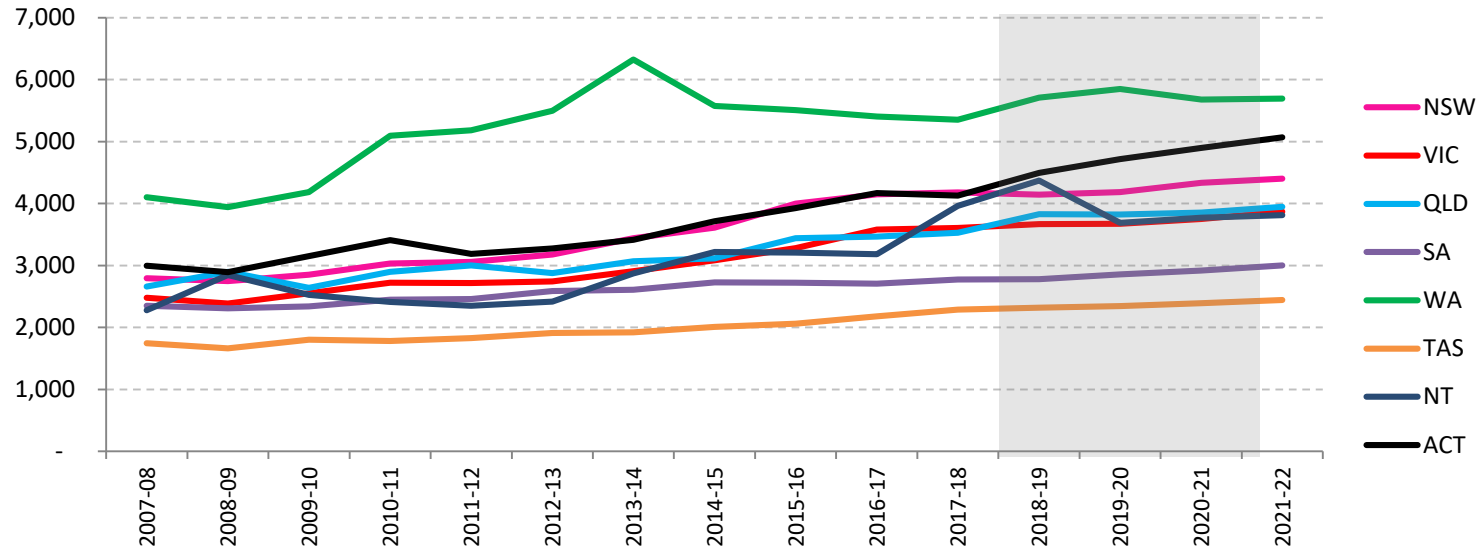
- > **\$173 million** to cut the regional employer rate of payroll tax from 50 per cent to 25 per cent of the metropolitan rate by 2022-23
- > **\$87 million** to lift the payroll tax-free threshold to \$700 000 by 2022-23
- > **\$69 million** to provide a 50 per cent discount on stamp duty for commercial and industrial properties transactions in regional Victoria by 2022-23
- > **\$7 million** for expanding the payroll tax exemption to all types of parental leave

TOTAL BUSINESS TAX CUTS



VICTORIA'S TAX SETTINGS REMAIN HIGHLY COMPETITIVE

TAXATION AND ROYALTY REVENUE PER CAPITA



Sources: Department of Treasury and Finance, Interstate Budget and Budget Update

DELIVERING BETTER SERVICES

The 2019/20 Budget includes \$11.4 billion in output commitments:

- > **\$882 million** to kickstart the rollout of three-year-old kinder for every Victorian child
- > **\$545 million** to expand Solar Homes, as part of a \$1.3 billion investment over 10 years, to reach 770 000 homes
- > **\$322 million** to begin the rollout of free dental for students at our government schools
- > **\$235 million** for court improvements across Victoria, including the redevelopment of Bendigo's law courts
- > **\$218 million** to make our schools more inclusive, with more funding to support children with disability and additional needs
- > **\$185 million** to continue implementing the Royal Commission's recommendations
- > **\$173 million** to make sure more Victorians get the help they need
- > **\$109 million** to support Aboriginal Victorians
- > **\$58 million** to expand our School Breakfast Clubs and make sure more Victorian kids are learning on a full stomach



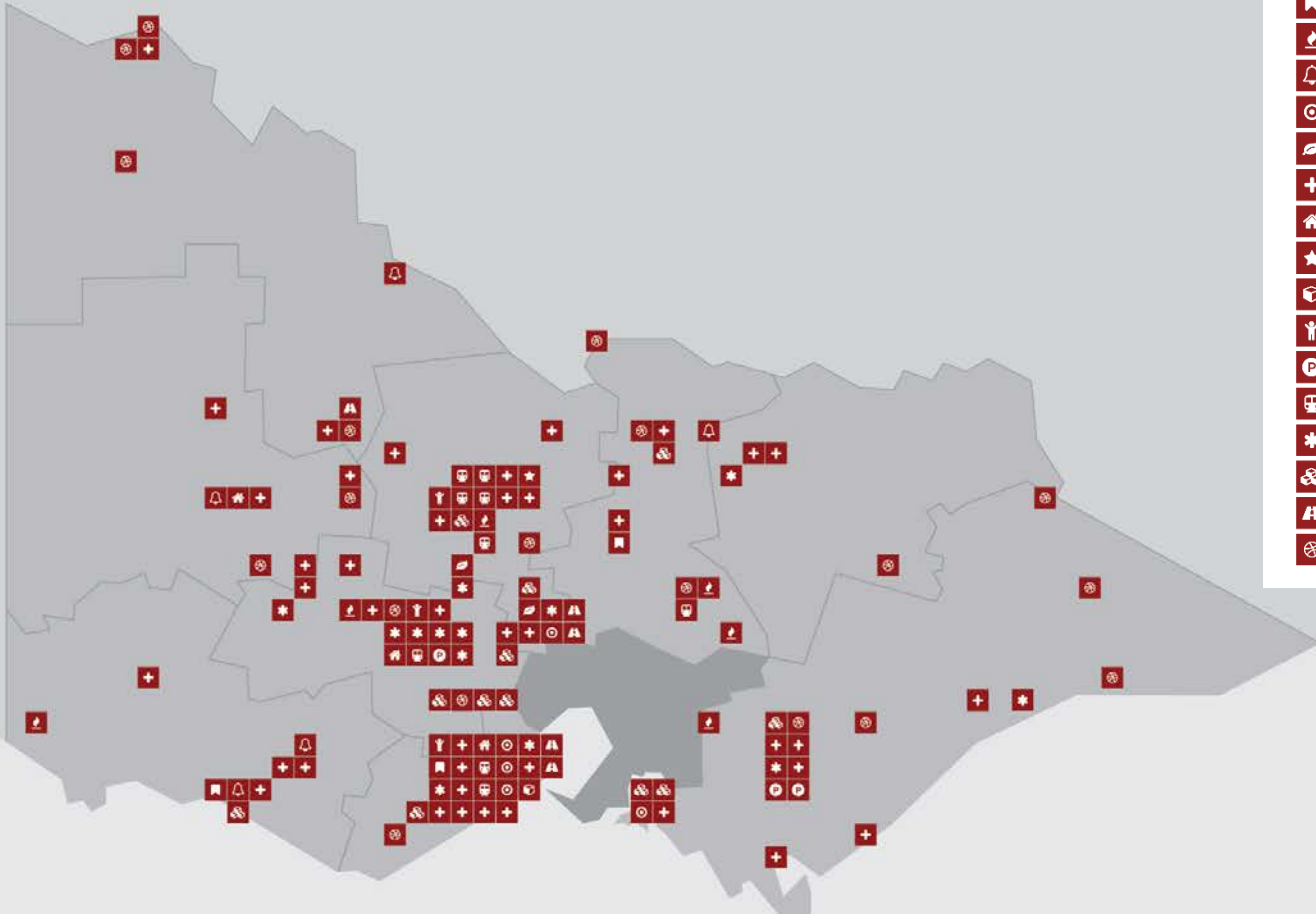
INFRASTRUCTURE VICTORIANS NEED

















The 2019/20 Budget includes a number of capital commitments:

- > **\$15.8 billion** to fully fund and make North East Link a reality
- > **\$6.6 billion** to remove another 25 of our most dangerous and congested level crossings, with 75 crossings gone for good by 2025
- > **\$3.4 billion** to transform the suburban train network, delivering a massive upgrade to the Sunbury Line, duplicating the Cranbourne Line and Stage Two of the Hurstbridge Line
- > **\$1.8 billion** to increase capacity across the Victorian prison system
- > **\$1.8 billion** to keep building, upgrading and modernising schools across Victoria
- > **\$1.5 billion** total investment for the new Footscray Hospital
- > **\$209 million** to build 1 000 new public housing properties across our state



INVESTING IN EVERY CORNER OF THE STATE



-  Building Better TAFEs Fund
-  Camping
-  Education Initiatives
-  Emergency Services
-  Environment
-  Health
-  Housing Assistance
-  Justice and Community Safety
-  Major Regional Investment
-  Parenting Centres
-  Public Carparks
-  Public Transport
-  Regional Development Priorities
-  Regional Investment
-  Road Upgrades
-  Sports and Recreation



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