



GETTING IT DONE

BUDGET 2016/17

Tim Pallas MP
Treasurer of Victoria
6 May 2016



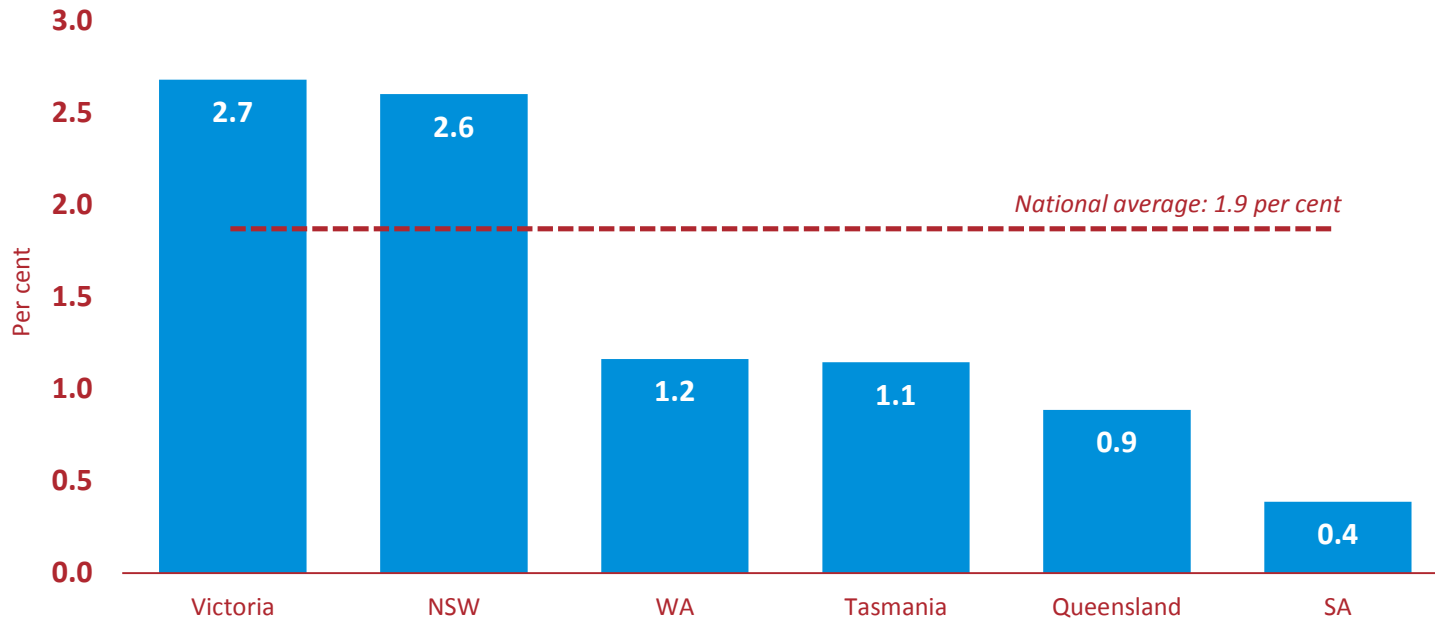
VICTORIA'S ECONOMIC GROWTH WAS STRONGEST IN 2015

Growth in state final demand 2015

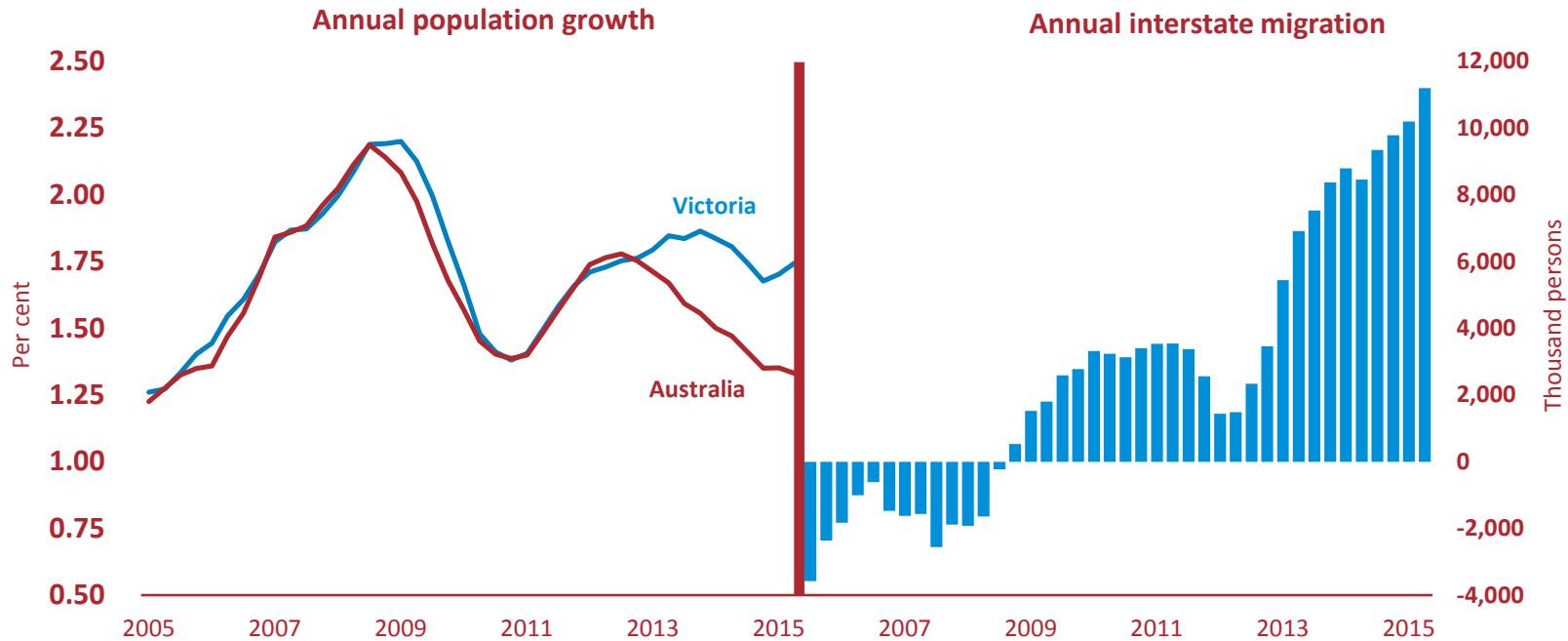


STRONGEST EMPLOYMENT GROWTH OF ALL STATES IN 2015

Year average employment growth – 2015



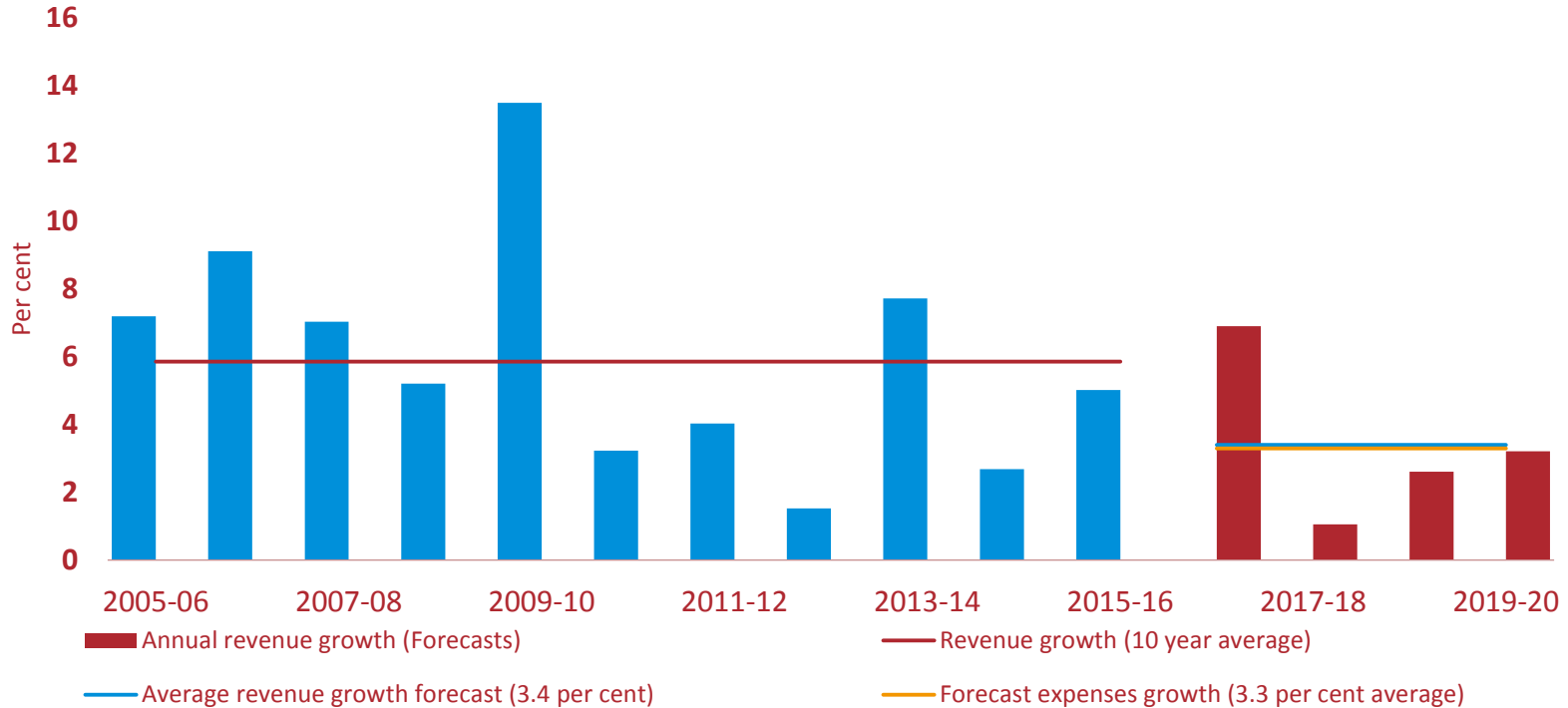
VICTORIA'S POPULATION GROWTH REMAINS STRONG



OPERATING WITHIN OUR MEANS

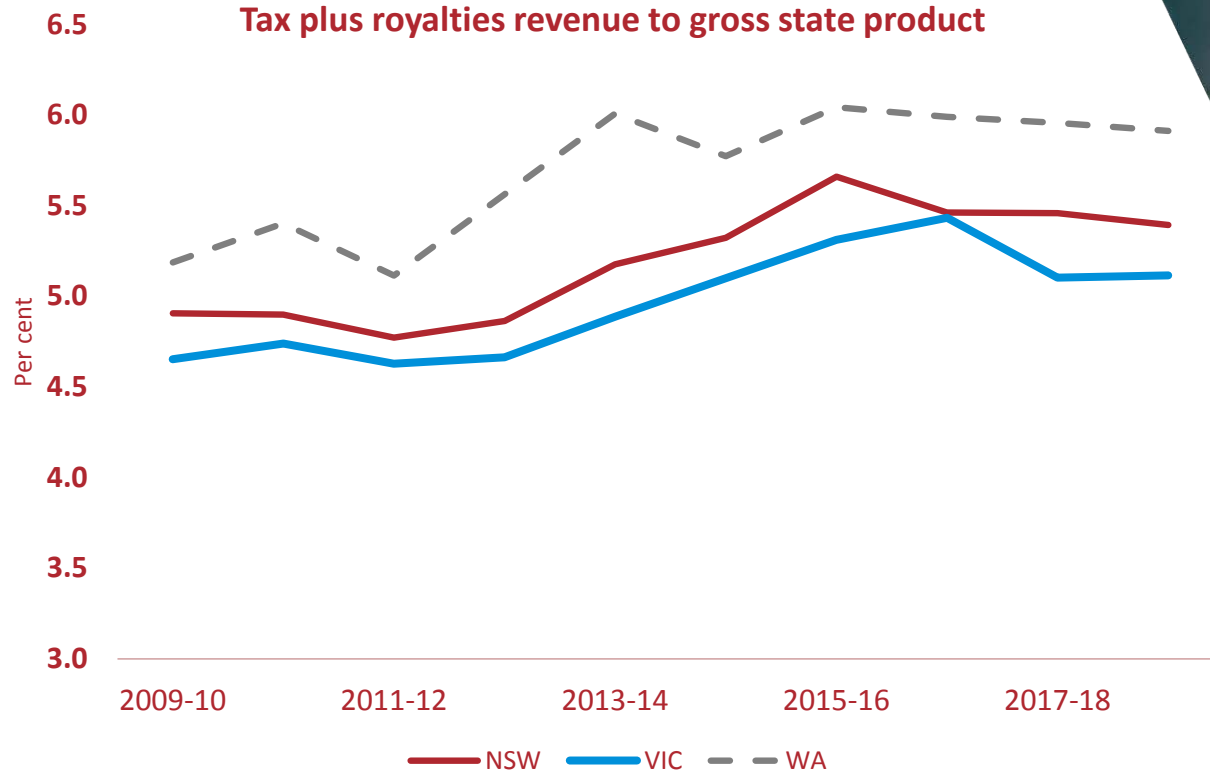
<i>Per cent</i>	2014-15 actual	2015-16 revised	2016-17 budget	2017-18 estimate	2018-19 estimate	2019-20 estimate
Total revenue growth	2.7	5.0	6.9	1.1	2.6	3.2
<i>Average over budget and forward estimates</i>					3.4	
Total expenses growth	4.3	3.9	5.3	3.0	2.2	2.7
<i>Average over budget and forward estimates</i>					3.3	

AVERAGE REVENUE GROWTH*



*Total revenue growth

TAX COMPETITIVENESS



FISCAL AGGREGATES & MEASURES

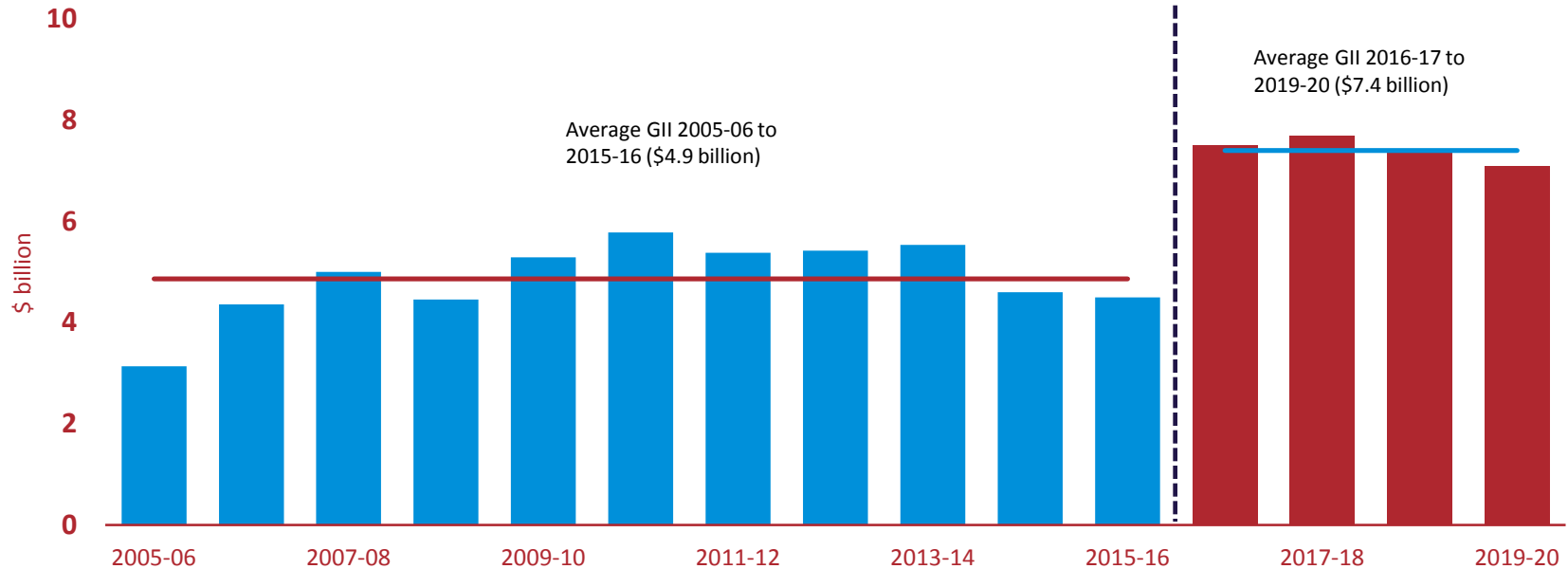
	Unit of measure	2014-15 actual	2015-16 revised	2016-17 budget	2017-18 estimate	2018-19 estimate	2019-20 estimate
Net result from transactions	\$ billion	1.2	1.9	2.9	1.8	2.1	2.5
Government infrastructure investment ^{(a)(b)}	\$ billion	4.6	4.5	7.5	7.7	7.4	7.1
Net debt	\$ billion	22.3	22.5	18.6	20.9	22.3	22.2
Net debt to GSP	per cent	6.2	5.9	4.7	5.0	5.1	4.8

(a) Includes general government net infrastructure investment and estimated cashflows for Partnerships Victoria projects.

(b) Excludes the impact of the medium-term lease over the operations of the Port of Melbourne.

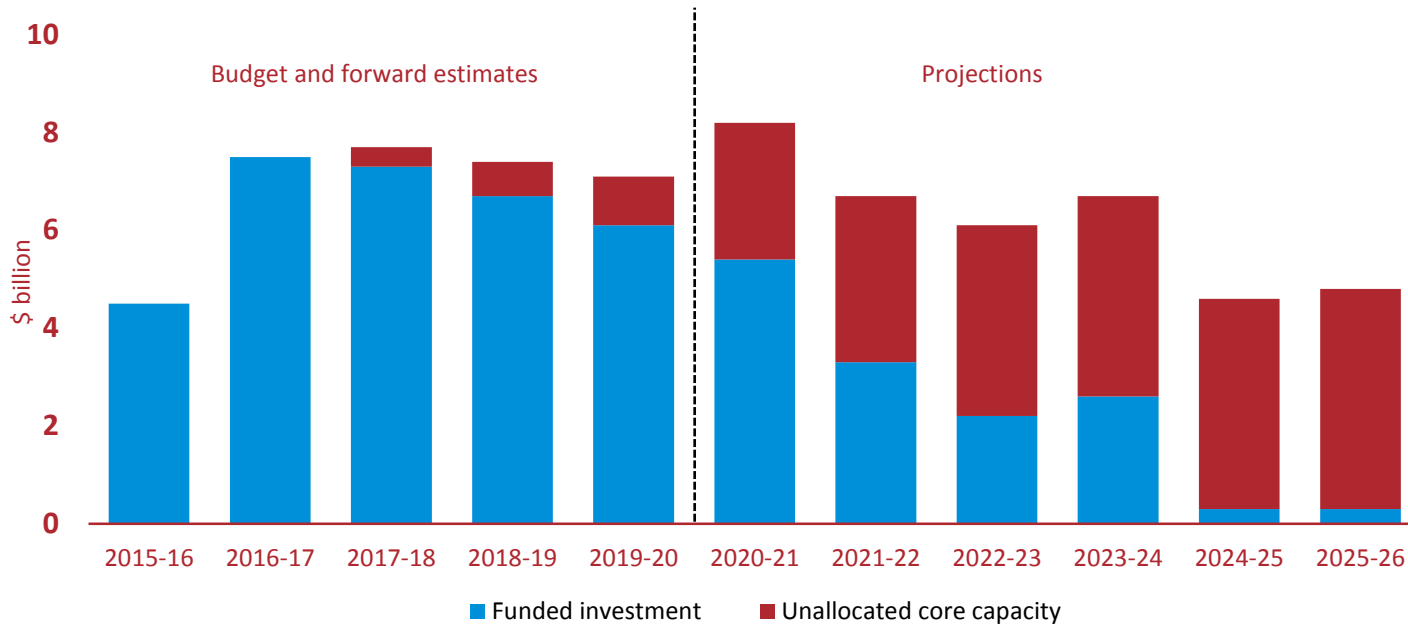
INFRASTRUCTURE FOR VICTORIA'S FUTURE

Government infrastructure investment

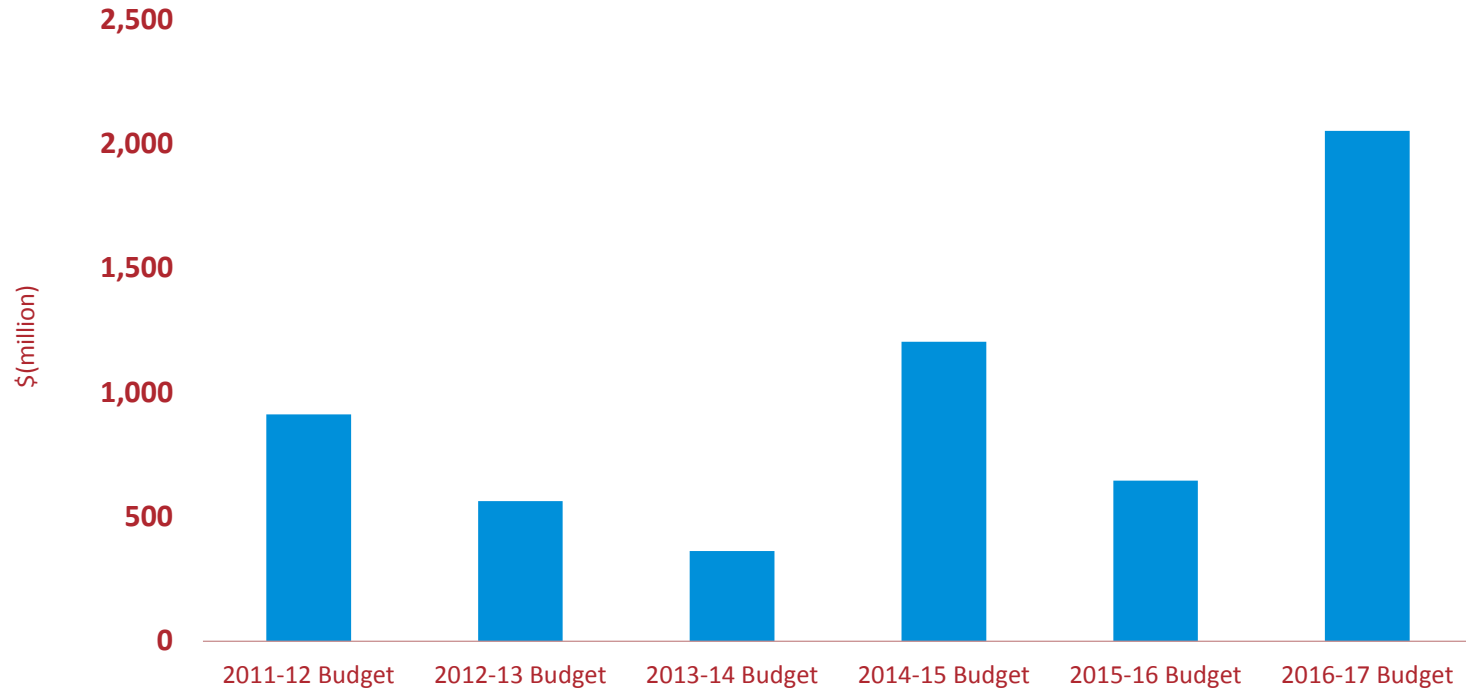


MAJOR PROJECTS FULLY FUNDED

Government Infrastructure Investment, 2015-16 to 2025-26



REGIONAL CAPITAL INVESTMENT



THE EDUCATION STATE

Biggest ever capital investment in our schools

- Over \$924 million for classrooms and schools, including:
 - \$287 million for new schools and land, including many in growth areas
 - \$385 million to restore worn-down schools
 - \$64 million to alleviate over-crowded classrooms
 - \$92 million to establish tech schools across the state
 - \$50 million to create community hubs in growth areas
- Additional \$200 million allocated to maintain school facilities from existing DET funds



RECORD BOOST TO HEALTH

Investing in a health system that Victorians can rely on

The 2016-17 Budget provides \$982 million for new and upgraded health facilities, infrastructure and vital health equipment, including:

- \$200 million for the Regional Health Infrastructure Fund that will enhance the quality and amenity of rural and regional health services
- \$169 million for the redevelopment of Goulburn Valley Health at Shepparton
- \$135 million additional contribution to the Victorian Heart Hospital
- \$102 million investment to refurbish infrastructure at the Austin, Footscray and Sunshine Hospital sites
- \$70 million to replace medical equipment, engineering infrastructure and clinical services hardware across Victoria

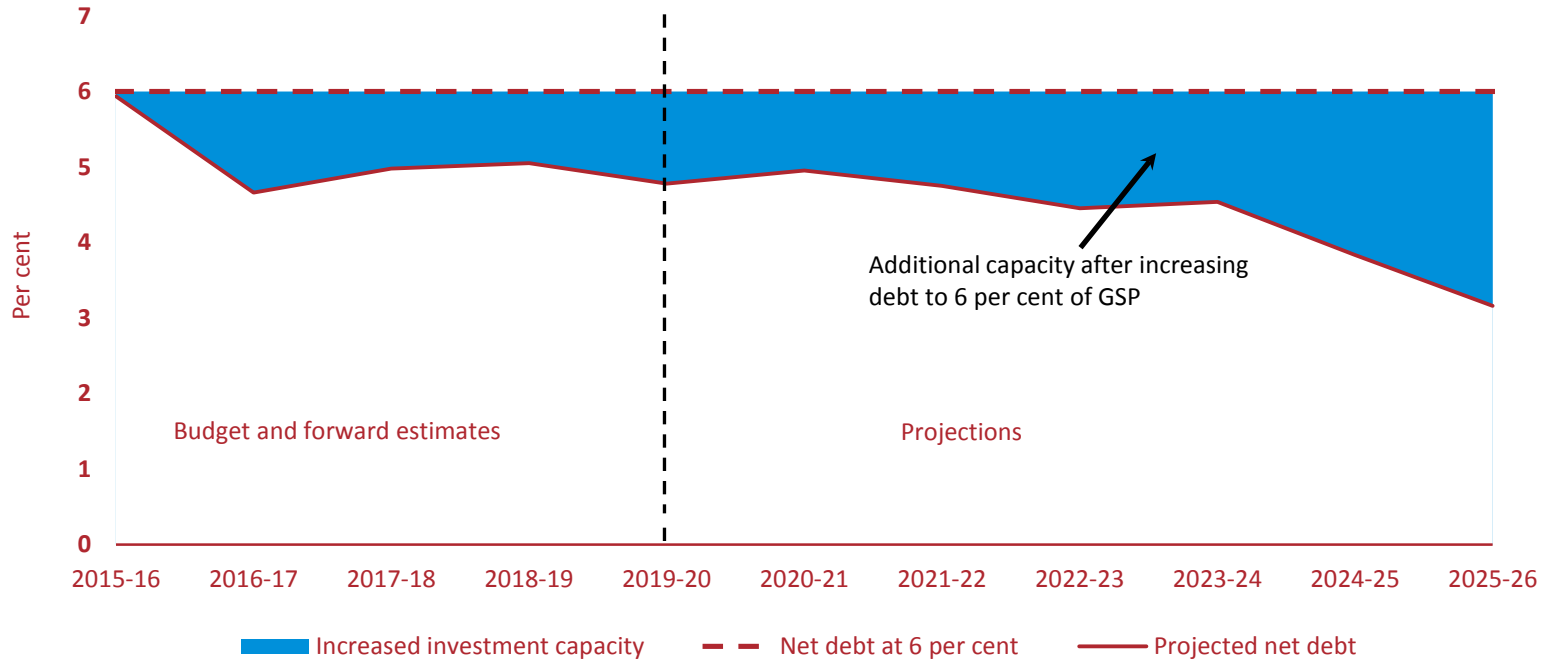


NEW ROAD AND PUBLIC TRANSPORT INFRASTRUCTURE

This Budget will transform our public transport system, reduce road congestion and improve safety for everyone

- \$2.9 billion new infrastructure investment in public transport
 - \$960 million in regional public transport including the Ballarat rail upgrade and more regional trains
 - \$1.9 billion in metropolitan public transport including the Mernda rail extension project, Hurstbridge Corridor Upgrade and 28 more high capacity metro trains
- Fully funding the Melbourne Metro Tunnel and Western Distributor
- \$6.7 billion new infrastructure investment in roads
 - \$1.46 billion Government contribution over four years to Western Distributor
 - \$646 million for metropolitan road upgrades that were election commitments as well as an additional package for the outer suburbs
 - \$510 million for road improvements in regional Victoria

ADDITIONAL BORROWING CAPACITY



CREATING JOBS

Building the projects we need

Putting people first

Making Victoria the best place to do business

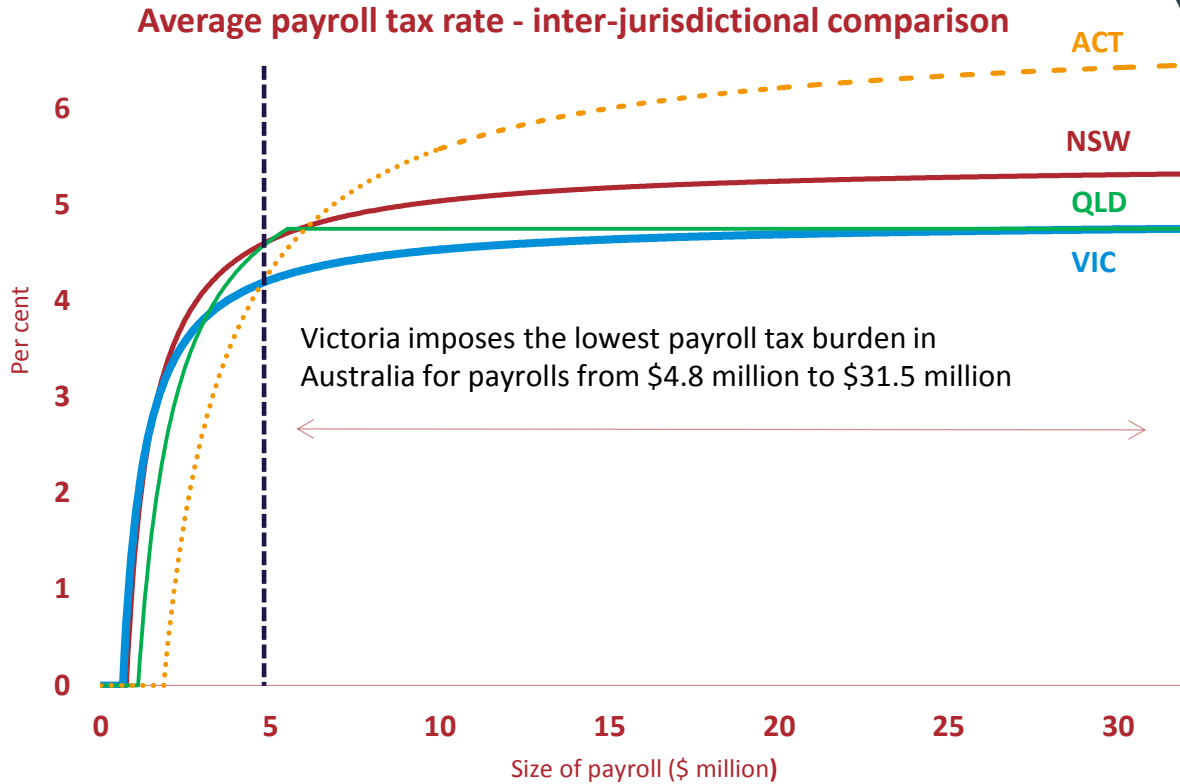
Keeping Victoria on the world stage

Securing jobs in future industries

Supporting jobs in our regions



CREATING JOBS





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