

# PRO-FORMA PUBLIC RELEASE OF COSTING<sup>1</sup>



## PUBLIC RELEASE OF 2022 ELECTION COMMITMENT COSTING

<b>Name of proposal costed:</b> Specific listing as a Deductible Gift Recipient – Wendy Whiteley Secret Garden Trust.	
<b>Costing Identifier:</b>	COA-005
<b>Summary of costing:</b>	The Coalition will amend the Deductible Gift Recipient (DGR) specific listings within Division 30 of the <i>Income Tax Assessment Act 1997</i> to add a new specific listing for the Wendy Whiteley Secret Garden Trust as a DGR for donations made from 1 July 2022 to 30 June 2027.
<b>Ongoing or Terminating (including date)<sup>(a)</sup></b>	Terminating. Wendy Whiteley Secret Garden Trust to be listed as Deductible Gift Recipient from 1 July 2022 to 30 June 2027.
<b>Person making the request:</b>	Prime Minister
<b>Date costing request received:</b>	2/05/2022
<b>Date of public release of policy:</b>	22/04/2022
<b>Date costing completed:</b>	6/05/2022
<b>Additional information requested (including date):</b>	
<b>Additional information received (including date):</b>	

(a) Ongoing policies continue indefinitely (until a decision is made to cease or alter the program). Terminating measures end on a date set out in the initial policy and a further decision is required to continue the program beyond this date.

<sup>1</sup> An electronic version of this pro-forma can be found at [www.electioncostings.gov.au/templates](http://www.electioncostings.gov.au/templates).

**Financial implications (outturn prices)<sup>(b)(c)</sup>**

Impact on	2021-22	2022-23	2023-24	2024-25	2025-26
Underlying Cash Balance (UCB) (\$m)	0.0	0.0	..	-0.1	-0.1
Fiscal Balance (\$m)	0.0	0.0	..	-0.1	-0.1

(b) A positive number for the fiscal balance indicates an increase in revenue or a decrease in expenses or net capital investment in accrual terms. A positive number for the UCB indicates an increase in revenue or a decrease in expenses or net capital investment in cash terms.

(c) .. Not zero but rounded to zero.

**Where relevant, state that the proposal has been costed as a defined or specified amount.**

Not applicable

**Where relevant, include separate identification of revenue and expense components.**

Not applicable

**Where appropriate, include a range for the costing or sensitivity analysis.**

Not applicable

**Qualifications to the costing (including reasons for the costing not being comprehensive).**

Not applicable

**Where relevant, explain effects of departmental expenses.**

Not applicable

**Where relevant, explain the reason for any significant differences between the assumptions specified in a party costing request and those used in a Treasury or Finance costing.**

Not applicable

**Other comments (including reasons for significant differences between the estimated impact on the fiscal and underlying cash balances).**

**Where relevant, include an explanation of the medium-term implications of the proposal.<sup>(d)</sup>**

DGR status terminates on 30 June 2027. There is therefore a reduction in receipts of \$0.1 million per year in 2026-27 and 2027-28 (in both underlying cash and fiscal terms). There is no impact beyond these years.

(d) Information on the medium term implications will be provided if the cost of the policy is expected to be significantly different beyond the forward estimates period. The medium term is considered to be the 7 years after the current forward estimates.

## **Background information**

### **Costing methodology used:**

The revenue cost of providing DGR status is calculated by multiplying the expected deductible donations by a tax rate that reflects the average marginal tax rate of those who claim gift deductions. The expected deductible donations have been provided by North Sydney Council.

Only donations from individuals and companies are considered. Donations from philanthropic organisations, ancillary funds and income from other sources are not within the scope of a deductible donation because the income would not otherwise be subject to income tax.

The revenue impact of the deduction for individuals and companies is recorded on assessment.

### **Behavioural assumptions used (as appropriate):**

Not applicable