

PUBLIC RELEASE OF 2022 ELECTION COMMITMENT COSTING

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| **Name of proposal costed: Wine Export Grant Program** |
| **Costing Identifier:**  | COA 035 |
| **Summary of costing:** | The proposal is to provide $4.0 million over four years from 2022-23 to provide matched funding of up to $25,000 to wine producers to reimburse costs of promoting their products in international markets. |
| **Ongoing or Terminating** **(including date)(a)** | Terminating on 30 June 2026. |
| **Person making the request:** | Prime Minister. |
| **Date costing request received:** | 16 May 2022. |
| **Date of public release of policy:** | 13 May 2022. |
| **Date costing completed:** | 19 May 2022. |
| **Additional information requested** **(including date):** | Not applicable. |
| **Additional information received****(including date):** | Not applicable. |

(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.

Financial implications (outturn prices)(b)

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| Impact on | 2021-22 | 2022-23 | 2023-24 | 2024-25 | 2025-26 |
| Underlying Cash Balance (UCB) ($m) | 0.0 | -1.0 | -1.0 | -1.0 | -1.0 |
| Fiscal Balance ($m) | 0.0 | -1.0 | -1.0 | -1.0 | -1.0 |

(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.

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| **Where relevant, state that the proposal has been costed as a defined or specified amount.**The proposal has been costed as a specified amount.  |
| **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.**Wine Australia would absorb the associated costs of program administration. |
| **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).**

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| **Where relevant, include an explanation of the medium-term implications of the proposal.(c)** Not applicable. |

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(c) 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.

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| Background information |
| **Costing methodology used:**The costing assumes:* a specified amount of $4.0 million is paid over four years from 2022-23, as per the funding profile provided in the request;
* grants would be provided on a matched basis for eligible expenditure by wine producers, consistent with the original Wine Export Grants program (included in the 2016‑17 Budget measure *Ten Year Enterprise Tax Plan — wine equalisation tax rebate integrity and wine tourism funding*); and
* applications for the grants would be received and assessed on a demand driven basis until the grant program’s funds for that year have been fully committed, whichever comes first.
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