

Budget Paper 5

2015–16 Budget Measures Statement

*Presented by
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Treasurer of South Australia
on the Occasion of the Budget
for 2015–16*

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Introduction

The 2015–16 Budget Measures Statement describes the expenditure, savings and revenue decisions in the general government sector. It contains the following sections:

- Part 1: Revenue measures — reports 2015–16 Budget revenue measures
- Part 2: Budget measures by agency — reports 2015–16 Budget expenditure, savings and agency revenue measures by agency; that is, classified according to the operational and administrative structure of the government. Budget measures are shown on a gross basis; that is, expenditure includes amounts funded by revenues received for the specific purpose. The revenue is then disclosed as a revenue offset.

In addition to the new budget measures, a number of measures were approved in the period following the 2014–15 Mid-Year Budget Review. These measures are shown as memorandum items.

Expenditures are recorded as negative (-) items, while savings and revenues are recorded as positive (+) items.

Table 1: Budget measures (\$million)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Revenue measures — taxation	—	- 83.1	- 119.9	- 195.4	- 267.9
Revenue measures — other	- 13.6	- 10.9	- 10.0	- 10.3	- 10.5
Operating initiatives	- 55.3	- 138.0	- 130.3	- 103.3	- 82.8
Revenue offsets	15.0	—	—	—	—
Operating savings	—	4.0	8.7	9.0	9.2
Use of specific provisions	—	6.4	7.2	7.4	7.6
Total operating initiatives	- 53.9	- 221.6	- 244.2	- 292.5	- 344.5
Investing expenditure initiatives	- 1.4	- 60.0	- 56.8	- 66.4	- 48.8
Asset sales	—	3.0	—	6.0	6.0
Total investing initiatives	- 1.4	- 57.0	- 56.8	- 60.4	- 42.8

Note: Totals may not add due to rounding.

Part 1: Revenue measures

Overview

This part reports all revenue measures since the 2014–15 Mid-Year Budget Review including taxation measures and other non-taxation revenue measures introduced as part of the 2015–16 Budget. Non-taxation revenue measures are identified in table 1.2 by agency. Further information on non-taxation revenue measures can be found in Part 2: Budget measures by agency.

Taxation measures

Table 1.1: Taxation measures (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Taxation review measures					
Abolish stamp duty on non-quoted marketable securities	—	-2 200	-2 700	-2 800	-3 000
Abolish stamp duty on non-real property transfers	—	-28 300	-34 700	-35 500	-36 400
Abolish stamp duty on non-residential real property transfers	—	-9 700	-52 100	-127 400	-199 500
Abolish stamp duty on transfers of units in unit trusts	—	—	—	—	-1 000
Abolish the Hindmarsh Island Bridge Levy	—	-10	-10	-10	-10
Abolish the Save the River Murray Levy	—	-25 700	-26 700	-27 700	-28 800
Exempt principal place of residence property transferred to Special Disability Trusts from conveyance duty and land tax	—	-2 300	-1 900	-1 400	- 800
Expand the eligibility criteria for corporate reconstruction relief	—	-3 000	-2 000	-1 000	—
Expand the stamp duty concession for mining exploration licences to include mining tenements	—	-500	-300	-100	—
Extend the small business payroll tax rebate	—	-11 300	—	—	—
Other changes to tax legislation	—	-100	-100	-100	-100
Remove the landholder model threshold	—	—	—	—	1 000
Total taxation review measures	—	-83 110	-120 510	-196 010	-268 610
Other taxation measures					
Natural resource management levy — extraction of co-produced water by the gas and petroleum industry	—	—	638	653	670
Total taxation measures in the 2015–16 Budget	—	-83 110	-119 872	-195 357	-267 940

Note: Totals may not add due to rounding.

The 2015–16 Budget includes the government’s response to the State Tax Review. The tax reforms the government is making in response to the State Tax Review will provide significant relief and help the government deliver on economic priority seven: South Australia — the best place to do business. The tax reforms will provide almost \$670 million in tax reductions over the four years to 2018–19, including ongoing reductions of over \$268 million each year from 2018–19.

Abolish stamp duty on non-quoted marketable securities*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-2 200	-2 700	-2 800	-3 000

Stamp duty on non-quoted marketable securities (also known as share duty) will be abolished from 18 June 2015.

The duty applied to the purchase or gift of shares not listed on a recognised stock exchange.

Abolish stamp duty on non-real property transfers*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-28 300	-34 700	-35 500	-36 400

Stamp duty on non-real property transfers will be abolished from 18 June 2015 and is expected to provide relief to about 1300 non-real property transfers each year.

Non-real property comprises property that is not land and buildings. Examples include non-fixed plant and equipment, receivables, goodwill, business assets, statutory licences, intellectual property and aquaculture leases.

Abolish stamp duty on non-residential real property transfers*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-9 700	-52 100	-127 400	-199 500

Stamp duty on non-residential real property transfers (also known as non-residential conveyance duty) will be phased out starting from 1 July 2016.

Duty rates will be reduced by a third from 1 July 2016, a further third from 1 July 2017, before the duty is abolished from 1 July 2018.

As primary production land is generally exempt from land tax, conveyance duty will continue to apply to non-exempt transfers of primary production land.

It is estimated that there will be between 5500 and 6000 non-residential real property transfers each year that will benefit from the phased abolition of this duty. Stamp duty savings for selected property values are provided in the table below.

Savings on the transfer of non-residential real property (\$)

Capital Value	Current Duty	2016–17 Saving	2017–18 Saving	2018–19 Saving
500 000	21 330	7 110	14 220	21 330
750 000	35 080	11 693	23 387	35 080
1 000 000	48 830	16 277	32 553	48 830
5 000 000	268 830	89 610	179 220	268 830
10 000 000	543 830	181 277	362 553	543 830

Abolish stamp duty on transfers of units in unit trusts*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	—	—	—	-1 000

From 1 July 2018 stamp duty will be abolished on the issue, redemption and transfer of units in a unit trust.

Abolish the Hindmarsh Island Bridge Levy*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-10	-10	-10	-10

The Hindmarsh Island Bridge Levy will be abolished from 1 July 2015.

The levy is currently paid by property owners when new allotments are created on Hindmarsh Island. The levy represents the property owner's contribution to the construction cost of the Hindmarsh Island Bridge.

Abolish the Save the River Murray Levy*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-25 700	-26 700	-27 700	-28 800

The Save the River Murray Levy will be abolished from 1 July 2015, providing savings of more than \$40 per annum (indexed) to almost 415 000 households and \$182 per annum (indexed) to about 50 200 non-residential properties.

The Save the River Murray Levy is currently paid by all SA Water customers that are able to be supplied with River Murray water.

The specific measures funded by the Save the River Murray Levy will continue to be delivered.

Exempt principal place of residence property transferred to Special Disability Trusts from conveyance duty and land tax*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-2 300	-1 900	-1 400	-800

Under current arrangements, conveyance duty is payable when a principal place of residence is transferred into a Special Disability Trust. The property is also liable for land tax if its site value is more than the tax-free threshold.

From 18 June 2015, properties transferred into Special Disability Trusts for no consideration and used as the principal place of residence for the beneficiary will be exempt from conveyance duty. All such properties will also be exempt from land tax from 1 July 2015.

Expand the eligibility criteria for corporate reconstruction relief*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-3 000	-2 000	-1 000	—

The government will provide a stamp duty exemption and expand the existing eligibility criteria for corporate reconstructions from 18 June 2015. This will make it easier for businesses to restructure their operations to remain agile and competitive.

The eligibility criteria will be expanded to:

- remove the requirement for substantially all assets to transfer in the reconstruction
- adopt a corporate group definition that is more consistent with that used by other jurisdictions
- remove the three year pre and post association tests.

Expand the stamp duty concession for mining exploration licences to include mining tenements*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-500	-300	-100	—

From 18 June 2015, transfers of retention tenements will receive the same concessional stamp duty arrangements that apply to transfers of exploration tenements.

The concessional stamp duty arrangements mean that eligible transfers are only required to pay stamp duty of up to \$1000 rather than the duty rates that would normally apply.

No stamp duty will be payable on transfers of mining exploration licences and mining tenements from 1 July 2018 consistent with the phased abolition of stamp duty on non-residential real property transfers.

Extend the small business payroll tax rebate*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-11 300	—	—	—

The small business payroll tax rebate introduced in the 2013–14 Budget will be extended for an additional year to 2015–16.

The rebate provides a payroll tax savings for employers with taxable payrolls less than or equal to \$1.2 million.

Eligibility criteria for the rebate will be unchanged from the rebate that applied in 2013–14 and 2014–15. Eligible employers will receive the rebate following finalisation of the 2014–15 payroll tax reconciliation process.

It is estimated that about 2200 employers will benefit from this initiative with a maximum rebate of \$9800 available.

Other changes to tax legislation

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	-100	-100	-100	-100

The government will make a number of other changes to the *Stamp Duties Act 1923*, the *Land Tax Act 1936*, the *Motor Vehicles Act 1959* and the *Taxation Administration Act 1999*. These changes are summarised below.

The *Stamp Duties Act 1923* will be amended to:

- expand the stamp duty exemption for interfamilial farm transfers, in particular in relation to transfers involving the use of certain types of trusts, consistent with RevenueSA's long standing assessing practice. This change will take effect from the date of assent of amended legislation
- provide an exemption from stamp duty on motor vehicle transfers where the parent or legal guardian of an incapacitated person who is a minor purchases a vehicle to transport the minor. This exemption will replace the current ex-gratia relief scheme. This change will take effect from the date of assent of amended legislation
- provide an exemption from stamp duty on motor vehicle transfers where disability service providers purchase vehicles to transport persons with disabilities. This exemption will replace the current ex-gratia relief scheme. This change will take effect from the date of assent of amended legislation
- provide a stamp duty exemption to charitable and religious bodies that purchase property that is to be used wholly or mainly for the organisations' charitable or religious purposes. This exemption will replace the current ex-gratia relief scheme. This change will take effect from the date of assent of amended legislation
- remove the exemption available in relation to the partition of property between members of a family group to prevent the avoidance of stamp duty in these instances. This change will take effect from 18 June 2015
- extend the definition of family group in the *Stamp Duties Act 1923* to include de facto couples and domestic partners. The current definition does not include de facto couples or domestic partners, restricting access to certain exemptions contained in the Act. This change will take effect from the date of assent of amended legislation
- clarify that the relevant date for determining the value of a property being transferred for stamp duty purposes is the date of transfer and not the date of contract. This change will take effect from the date of assent of amended legislation.

The *Land Tax Act 1936* will be amended to:

- extend the exemption/waiver from land tax where a person owns more than one principal place of residence on 30 June and to remove the requirement that applications for a refund be lodged before 30 September. This will ensure that more taxpayers are able to access this exemption/waiver. This change will take effect from midnight 30 June 2015
- tighten the minor interest provisions in relation to how they apply to trusts to prevent land tax avoidance and ensure the aggregation principle applies more equitably. This change will take effect from midnight 30 June 2015
- allow penalty tax on assessments of land tax where a taxpayer had been receiving an exemption due to providing RevenueSA with false or misleading information. This change will take effect from midnight 30 June 2015.

The *Motor Vehicles Act 1959* will be amended to:

- provide a 50 per cent concession to the registration fee component of one motor vehicle where the vehicle is used mainly for transporting an incapacitated minor, subject to certain conditions. This concession will replace the current ex-gratia relief scheme. This change will take effect from the date of assent of amended legislation.

The *Taxation Administration Act 1996* will be amended to:

- only require 50 per cent of the tax in dispute to be paid before an appeal can be lodged. Currently 100 per cent of the tax in dispute is required to be paid before and appeal can be lodged. This change will take effect from the date of assent of amended legislation.

Remove the landholder model threshold

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	—	—	—	1 000

The government will remove the \$1 million landholder threshold from 1 July 2018.

The landholder model ensures that if control of an entity changes and that entity holds South Australian land assets above the threshold, conveyance rates of duty apply to the South Australian land assets being transferred.

This change coincides with the abolition of stamp duty on non-residential real property transfers and stamp duty will therefore only apply where control of an entity holding South Australian residential or primary production land asset changes.

Natural resource management levy — extraction of co-produced water by the gas and petroleum industry

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	—	638	653	670

The government will apply the Natural Resources Management water levy to co-produced water extracted by the gas and petroleum industry in the Far North Prescribed Wells Area, from 1 July 2016.

This initiative is part of the Department of Environment, Water and Natural Resources savings measure, further details are in Part 2.

Revenue measures — non-taxation

Table 1.2: Revenue measures — non-taxation (\$000)^(a)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Courts Administration Authority					
Probate fees	—	1 243	2 563	2 643	2 724
Environment, Water and Natural Resources					
Water planning and management — cost recovery reduction ^(b)	-13 627	-13 095	-13 554	-13 893	-14 239
Administered items for Department of State Development					
Extractive royalties applied to local government operations	—	1 000	1 000	1 000	1 000
Total revenue measures (non-taxation)	-13 627	-10 852	-9 991	-10 250	-10 515

Note: Totals may not add due to rounding.

(a) This table does not include revenue offsets.

(b) This is reflected under DEWNR — DEWNR savings measures in Part 2: Budget measures by agency.

Further information on non-taxation revenue measures can be found in Part 2: Budget measures by agency.

Part 2: Budget measures by agency

This part reports 2015–16 Budget expenditure and savings initiatives by agency. New expenditure and savings measures approved since the 2014–15 Mid-Year Budget Review are shown as memorandum items.

Revenue offsets in this section include revenues received from external parties, including the Commonwealth Government, for the specific purpose of, and incidental to, an expenditure measure contained in this part.

Across Government

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	-20 000	—	—	—	—
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	—	—	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	-20 000	—	—	—	—
Impact on net lending	-20 000	—	—	—	—
Across Government					
Operating initiatives					
Public housing stimulus	-20 000	—	—	—	—
Memorandum items — initiatives prior to the 2015–16 Budget					
Across Government					
Operating initiatives					
Adelaide Festival Centre precinct	-512	-2 112	-1 078	—	-200
Sampson Flat bushfire — response	-9 861	—	—	—	—
Investing initiatives					
Adelaide Festival Centre precinct	-6 344	-65 820	-89 800	-41 051	—

Across Government

Public housing stimulus

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-20 000	—	—	—	—

Grant funding of \$65.0 million will be provided to the South Australian Housing Trust (SAHT) in 2014–15 for the refurbishment and construction of public housing stock. This investment includes \$20.0 million of additional funds as well as bringing forward funding totalling \$45.0 million from 2015–16 and 2016–17.

	(\$000)	2014–15	2015–16	2016–17	2017–18	2018–19
Additional investment		-20 000	—	—	—	—
Bring forward of funding to 2014–15		-45 000	20 000	25 000	—	—
Total		-65 000	20 000	25 000	—	—

This initiative enables SAHT to progress planning and delivery of a number of projects and programs to help stimulate activity in the state's housing construction sector and improve the quality of public housing.

Memorandum items — initiatives prior to the 2015–16 Budget

Across Government

Adelaide Festival Centre precinct

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-512	-2 112	-1 078	—	-200
Investing payments	-6 344	-65 820	-89 800	-41 051	—

The government will undertake a major redevelopment of the Adelaide Festival Centre precinct in partnership with the private sector. This will include the upgrade of the Adelaide Festival Centre and Festival Plaza, a new car park with around 1500 spaces, up to 40 000 square metres of premium commercial office space and a retail precinct.

Sampson Flat bushfire — response

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-9 861	—	—	—	—

This initiative provides \$9.9 million in 2014–15 to meet expenses incurred in responding to the Sampson Flat bushfire.

\$7.5 million for this initiative will be recovered in 2015–16 through the Emergency Services Levy to meet the following firefighting and incident response costs:

- \$6.5 million to the South Australian Country Fire Service
- \$635 000 to the Department of Environment, Water and Natural Resources
- \$245 000 to the South Australian Metropolitan Fire Service
- \$65 000 to the South Australian State Emergency Service.

A further \$2.4 million is provided to the Department of Planning, Transport and Infrastructure for infrastructure repairs associated with the bushfire response.

Attorney-General

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	-6 055	-9 292	-814	228	225
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	-310	-641	-463	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	-6 055	-9 292	-814	228	225
Impact on net lending	-6 365	-9 933	-1 277	228	225
Attorney-General's Department					
Operating initiatives					
Prosecution Management System	—	-652	-457	228	225
Investing initiatives					
Prosecution Management System	—	-641	-463	—	—
Administered Items for the Attorney-General's Department					
Operating initiatives					
Nuclear Fuel Cycle Royal Commission	-3 000	-3 000	—	—	—
Royal Commission into the State's Child Protection System	-3 055	-5 640	-357	—	—
Investing initiatives					
Royal Commission into the State's Child Protection System	-310	—	—	—	—

Attorney-General's Department

Prosecution Management System

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-652	-457	228	225
Investing payments	—	-641	-463	—	—

Funding of \$2.2 million will be provided over 2015–16 and 2016–17 for the implementation of a new Prosecution Management System for the Office of the Director of Public Prosecutions (ODPP). The new system will allow comprehensive integration, sharing and exchange of electronic data between the ODPP and other criminal justice sector organisations.

The system will deliver savings of around \$200 000 per annum once fully implemented.

Administered Items for the Attorney-General's Department

Nuclear Fuel Cycle Royal Commission

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-3 000	-3 000	—	—	—

This measure provides operating expenditure of \$6 million over two years for the Nuclear Fuel Cycle Royal Commission established on 19 March 2015. A contribution to the additional costs associated with the operating expenditure for the Royal Commission is being sought from the Commonwealth Government.

The Royal Commission will inquire into whether there is any potential for expansion of the current level of exploration, extraction or milling of minerals containing radioactive materials in South Australia, and the feasibility, including the risks of and opportunity for, the state becoming involved in:

- the further processing of minerals, and the processing and manufacture of materials containing radioactive and nuclear substances (but not for, or from, military uses) including conversion, enrichment, fabrication or re-processing in South Australia
- the generation of electricity from nuclear fuels
- the management, storage and disposal of non-military nuclear and radioactive waste.

Royal Commission into the State's Child Protection System

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-3 055	-5 640	-357	—	—
Investing payments	-310	—	—	—	—

This initiative provides funding for the establishment and operation of the Royal Commission into the State's Child Protection System.

The Royal Commission will inquire into the adequacy of the legislation governing the state's child protection system, the policies, practices and procedures of the state's child protection authorities and other government and non-government organisations charged with the care and protection of children deemed at risk of harm.

Communities and Social Inclusion

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	-400	-39 510	-37 700	-38 030	-38 410
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	-1 061	-1 465	—	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	-400	-39 510	-37 700	-38 030	-38 410
Impact on net lending	-1 461	-40 975	-37 700	-38 030	-38 410
Administered Items for the Department for Communities and Social Inclusion					
Operating initiatives					
Cost of living concession	-400	-39 510	-37 700	-38 030	-38 410
Investing initiatives					
Highgate Park — upgrade critical infrastructure	-1 061	-1 465	—	—	—
Memorandum items — initiatives prior to the 2015–16 Budget					
Department for Communities and Social Inclusion					
Operating initiatives					
National Partnership Agreement on Homelessness	—	-18 110	-18 470	—	—
Revenue offsets					
National Partnership Agreement on Homelessness	—	8 870	8 870	—	—

Administered Items for the Department for Communities and Social Inclusion

Cost of living concession

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-400	-39 510	-37 700	-38 030	-38 410

A cost of living concession will be introduced from 1 July 2015 to replace the current council rate concession.

The concession will provide an annual payment of \$200 to eligible pensioners and low income earners who own their own homes, \$100 for eligible pensioners and low income earners who are tenants and \$100 for self-funded retirees who hold a Commonwealth Seniors Health Card.

The new concession is targeted to those most in need and will provide recipients with greater flexibility to use the concession towards key cost of living expenses.

The cost of living concession is estimated to cost \$36.5 million in 2015–16. A further \$3.0 million has been provided in 2015–16 for implementation and first year administration costs and \$800 000 per annum from 2016–17 for ongoing administration costs.

Highgate Park — upgrade critical infrastructure

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	-1 061	-1 465	—	—	—

This initiative provides \$2.5 million to upgrade the lifts and replace the standby generator at Highgate Park. Highgate Park provides residential accommodation for people with severe and multiple disabilities.

Memorandum items — initiatives prior to the 2015–16 Budget

Department for Communities and Social Inclusion

National Partnership Agreement on Homelessness

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	8 870	8 870	—	—
Operating expenses	—	-18 110	-18 470	—	—

This initiative provides \$36.6 million over 2015–16 and 2016–17 to continue services provided under the National Partnership Agreement on Homelessness. These services include homelessness prevention programs, 24/7 crisis response programs and services which support homeless people back into mainstream housing, training and employment. The services are distributed across metropolitan, rural and remote locations and include services which respond to specific needs such as domestic violence.

The Commonwealth Government will contribute \$17.7 million towards this program.

Correctional Services

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-11 607	-12 225	-12 567	-12 915
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	—	—	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	-11 607	-12 225	-12 567	-12 915
Impact on net lending	—	-11 607	-12 225	-12 567	-12 915
Department for Correctional Services					
Operating initiatives					
Additional prisoner accommodation — Mount Gambier Prison	—	-7 249	-6 890	-7 115	-7 346
High dependency unit — Yatala Labour Prison	—	-4 358	-5 335	-5 452	-5 569

Department for Correctional Services

Additional prisoner accommodation — Mount Gambier Prison

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-7 249	-6 890	-7 115	-7 346

This initiative provides additional funding of \$7.2 million in 2015–16 and \$6.9 million per annum (indexed) from 2016–17 to operate an additional 84 prisoner beds at Mount Gambier Prison.

The construction of a new accommodation unit at Mount Gambier Prison is expected to be completed in June 2015 and be operational from July 2015.

High dependency unit — Yatala Labour Prison

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-4 358	-5 335	-5 452	-5 569

This initiative provides \$4.4 million in 2015–16 and \$5.3 million per annum (indexed) from 2016–17 to operate a 26 bed high dependency unit at Yatala Labour Prison.

The new unit is expected to be operational from November 2015 and will include six beds for prisoners with acute health problems, 12 beds for prisoners requiring therapeutic health services and eight aged care beds for prisoners requiring intensive supervision and care.

Courts

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-970	—	-859	-217
Operating savings	—	—	—	—	—
Revenue measures	—	1 243	2 563	2 643	2 724
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-497	-6 161	-6 284	-6 269
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	273	2 563	1 784	2 507
Impact on net lending	—	-224	-3 598	-4 500	-3 762
Courts Administration Authority					
Operating initiatives					
Electronic Court Management System	—	—	—	-859	-217
Sir Samuel Way building facade	—	-970	—	—	—
Investing initiatives					
Electronic Court Management System	—	-497	-6 161	-6 284	-6 269
Administered Items for the Courts Administration Authority					
Revenue measures					
Probate fees	—	1 243	2 563	2 643	2 724

Courts Administration Authority

Electronic Court Management System

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	—	—	-859	-217
Investing payments	—	-497	-6 161	-6 284	-6 269

This initiative provides \$20.3 million for an Electronic Court Management System. The new system will manage the electronic flow of court documents and information, as well as improvements to internal registry processes.

The new system will replace the current ageing systems and facilitate the transition to electronic case management.

Sir Samuel Way building facade

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-970	—	—	—

This initiative provides \$970 000 for urgent structural repairs and identification of future works in relation to the Sir Samuel Way building facade.

Administered Items for the Courts Administration Authority

Probate fees

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	1 243	2 563	2 643	2 724

This initiative provides for a tiered fee structure for probate fees. Under the revised fee structure, which is to commence from 1 January 2016, the current fee of \$1088 will be reduced for estates valued less than \$200 000.

The new fee structure will be:

Estate value	Fee
Up to \$200 000	\$750
\$200 001 to \$500 000	\$1,500
\$500 001 to \$1 million	\$2,000
Over \$1 million	\$3,000

This measure is projected to raise additional revenue of \$1.2 million in 2015–16 and \$2.6 million per annum from 2016–17.

Education and Child Development

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-8 849	-14 408	-15 523	-12 616
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-16 000	-16 000	-18 000	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	-8 849	-14 408	-15 523	-12 616
Impact on net lending	—	-24 849	-30 408	-33 523	-12 616
Department for Education and Child Development					
Operating initiatives					
Children in care	—	-8 849	-14 408	-15 523	-12 616
Investing initiatives					
Schools and early years facilities	—	-16 000	-16 000	-18 000	—

Department for Education and Child Development

Children in care

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-8 849	-14 408	-15 523	-12 616

This initiative provides funding for reforms to improve services and deliver better outcomes to children in state care or at risk. The reforms are expected to reduce the annual growth of the number of children in care and include:

- \$475 000 per annum (indexed) to expand the frontline support team and increase the use of other person guardianship orders under the *Children's Protection Act 1993*. This allows a child to be under the guardianship of a person other than the Minister, including relatives
- \$1.1 million per annum (indexed) to implement initiatives to increase the number of foster carers. This initiative is expected to improve outcomes for children in care by transferring children from emergency or other care accommodation into home based foster care
- \$1.0 million per annum (indexed) to implement a program to reunite adolescents currently in out-of-home residential care with their families. This initiative will be targeted at teenagers who want to return to their parent(s) who, with additional support provided by this program, are able to provide the appropriate level of care
- \$2.2 million per annum (indexed) to expand the existing Positive Parenting Program (Triple P). This program provides additional training and support to both government and non-government organisations in order to increase parenting capacity for families at risk.

This initiative also provides \$31.0 million over four years for the projected growth in the number of children in care.

Schools and early years facilities

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	—	-16 000	-16 000	-18 000	—

This initiative provides a total of \$50 million to improve facilities for disadvantaged schools and early years facilities.

Approximately \$25 million will be invested in improving facilities at Fremont-Elizabeth City High School, Le Fevre High School, Swallowcliffe School P-7, Christie Downs Primary School and the disability unit at Christies Beach High School. The works will include refurbishment of specialist and general learning areas and upgrade of information technology infrastructure. A feasibility study on secondary schools in Whyalla will also be undertaken.

Approximately \$25 million will be invested in early years facilities. This includes five additional children's centres at Renown Park, Pennington, Mount Barker, Roxby Downs and Seaton to achieve the government's election commitment of 47 children's centres. In addition, general improvements will be undertaken at a number of existing early years facilities, including an upgrade of the children's centre at Keithcot Farm.

This measure will require a range of building, trade and construction services and will therefore provide support and stimulus to the construction sector and the broader South Australian economy.

Electoral Commission

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	—	—	—	—
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-550	-550	—	-50
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	—	—	—	—
Impact on net lending	—	-550	-550	—	-50
Electoral Commission of South Australia					
Investing initiatives					
Electoral Commission information systems	—	-550	-550	—	-50

Electoral Commission of South Australia

Electoral Commission information systems

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	—	-550	-550	—	-50

This initiative provides \$1.1 million over two years for the replacement or upgrade of the Electoral Commission's systems that support the efficient operation of state and local government elections.

The system will manage candidate nominations, electoral roll information, postal and declaration votes, tracking of ballot papers and collation of results, including providing real time results online.

A further \$50 000 is provided in 2018–19 for replacement of election equipment.

Emergency Services — CFS

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-8	-16	-24	-33
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-394	-403	-414	-424
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	-8	-16	-24	-33
Impact on net lending	—	-402	-419	-438	-457
Country Fire Service					
Operating initiatives					
Additional bulk water carriers	—	-8	-16	-24	-33
Investing initiatives					
Additional bulk water carriers	—	-394	-403	-414	-424

Country Fire Service

Additional bulk water carriers

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-8	-16	-24	-33
Investing payments	—	-394	-403	-414	-424

This initiative provides \$394 000 per annum (indexed) for the purchase of two additional and/or replacement bulk water carriers per year.

Additional funding for the annual maintenance costs (\$4000 per carrier) is also provided.

The allocation of the bulk water carriers will be determined based on identified priority areas.

Funding for this initiative is recovered through the Emergency Services Levy.

Emergency Services — MFS**2015–16 Budget initiatives (\$000s)**

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-668	-682	-634	-646
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-618	-412	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	-668	-682	-634	-646
Impact on net lending	—	-1 286	-1 094	-634	-646
South Australian Metropolitan Fire Service					
Operating initiatives					
Emergency services communications system	—	-668	-682	-634	-646
Investing initiatives					
Emergency services communications system	—	-618	-412	—	—

South Australian Metropolitan Fire Service

Emergency services communications system

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-668	-682	-634	-646
Investing payments	—	-618	-412	—	—

This initiative provides for the replacement of the emergency services communications centre telecommunications system. Funding is also provided to support the operation of the triple-zero call response and dispatch for the emergency services sector. The replacement system will include location identification of mobile phone callers to improve emergency response.

Funding for this initiative is recovered through the Emergency Services Levy.

Emergency Services — SAFECOM

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-3 484	-1 488	-3 832	-3 928
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-818	-256	-263	-269
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	-3 484	-1 488	-3 832	-3 928
Impact on net lending	—	-4 302	-1 744	-4 095	-4 197
South Australian Fire and Emergency Services Commission					
Operating initiatives					
Additional protective clothing for CFS volunteers	—	-555	-1 212	-3 549	-3 638
Volunteer training and support	—	-2 929	-276	-283	-290
Investing initiatives					
Volunteer training and support	—	-818	-256	-263	-269

South Australian Fire and Emergency Services Commission

Additional protective clothing for CFS volunteers

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-555	-1 212	-3 549	-3 638

This initiative provides additional funding to the South Australian Country Fire Service to purchase a second set of protective clothing for volunteers. The second set of protective clothing will be provided to all volunteers and phased over four years.

This will enhance volunteers' safety and assist volunteers in managing extended responses to fires and other incidents.

Funding for this initiative is recovered through the Emergency Services Levy.

Volunteer training and support

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-2 929	-276	-283	-290
Investing payments	—	-818	-256	-263	-269

This initiative provides additional funding to implement a number of measures to support volunteers in the South Australian Country Fire Service (CFS), the South Australian State Emergency Service (SES) and the Volunteer Marine Rescue (VMR).

The government will provide:

- \$2.6 million in 2015–16 to support the recruitment of 1250 CFS, SES and VMR volunteers, including the provision of personal protective equipment, training and work health and safety support
- \$169 000 in 2015–16 and \$122 000 per annum (indexed) from 2016–17 to establish and maintain a CFS volunteer firefighter State Strategic Reserve
- \$568 000 in 2015–16 for the purchase of two additional firefighting appliances for the CFS to be located at Salisbury and Rostrevor to support the new State Strategic Reserve
- \$250 000 per annum from 2015–16 for the replacement of VMR rescue vessels to comply with new Marine Safety laws
- \$150 000 per annum (indexed) from 2015–16 for training for the VMR to educate skippers and crews of vessels on new maritime laws.

Funding for this initiative is recovered through the Emergency Services Levy.

Environment, Water and Natural Resources

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-3 026	-2 990	-2 828	-2 848
Operating savings	—	4 039	8 723	8 967	9 216
Revenue measures	-13 627	-13 095	-13 554	-13 893	-14 239
Revenue offsets	—	—	—	—	—
Investing initiatives	—	—	—	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	3 000	—	—	—
Impact on net operating balance	-13 627	-12 082	-7 821	-7 754	-7 871
Impact on net lending	-13 627	-9 082	-7 821	-7 754	-7 871
Department of Environment, Water and Natural Resources					
Operating initiatives					
Flood warning and flood hazard management	—	-1 026	-990	-828	-848
Goyder Institute for Water Research	—	-2 000	-2 000	-2 000	-2 000
Operating savings					
DEWNR savings measures	—	4 039	8 723	8 967	9 216
Revenue measures					
DEWNR savings measures	-13 627	-13 095	-13 554	-13 893	-14 239
Asset sales					
DEWNR savings measures	—	3 000	—	—	—
Memorandum items — initiatives prior to the 2015–16 Budget					
Department of Environment, Water and Natural Resources					
Revenue offsets					
Upgrade of tourism infrastructure	1 019	—	—	—	—
Investing initiatives					
Upgrade of tourism infrastructure	-1 019	—	—	—	—

Department of Environment, Water and Natural Resources

DEWNR savings measures

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	-13 627	-13 095	-13 554	-13 893	-14 239
Operating expenses	—	4 039	8 723	8 967	9 216
Investing receipts	—	3 000	—	—	—

This initiative reduces the water planning and management cost recovery target set in previous budgets and identifies specific measures to partially offset the budget impact.

The specific measures are:

	2014–15 \$000	2015–16 \$000	2016–17 \$000	2017–18 \$000	2018–19 \$000
<i>Revenue measures</i>					
Water planning and management — cost recovery target reduction	-13 627	-13 095	-13 554	-13 893	-14 239
<i>Operating savings</i>					
Corporate support services savings	—	350	357	365	372
Accommodation savings	—	—	1 400	1 435	1 471
Patawalonga Lake system — recovery from the AMLR NRM Board	—	952	976	1 000	1 025
Water planning and management — partial recovery from NRM boards	—	2 522	5 767	5 936	6 109
NRM land levies — recovery of levy administration costs from NRM boards	—	215	223	231	239
<i>Total operating savings</i>	—	4 039	8 723	8 967	9 216
Additional sales of land	—	3 000	—	—	—
Net change	-13 627	-6 056	-4 831	-4 926	-5 023

Patawalonga Lake system — this measure recovers the cost of operating and maintaining the Patawalonga Lake system and Glenelg gates from the Adelaide and Mount Lofty Ranges (AMLR) Natural Resource Management (NRM) Board, from 1 July 2015.

Investing receipts relate to additional sales of surplus Crown land.

There is also a related taxation measure that is part of this measure. The government will apply the NRM water levy to co-produced water extracted by the gas and petroleum industry in the Far North Prescribed Wells Area, from 1 July 2016.

Flood warning and flood hazard management*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-1 026	-990	-828	-848

This initiative will build South Australia’s capacity and expertise in the management of flood risks, improving the state’s capability to issue flash flood warnings to the community and providing improved information on flood impacts and flood advice to emergency response units. Ongoing funding provides technical support for flood intelligence, warning and planning. The South Australian State Emergency Service (SES) will also be provided with ongoing funding for communications, planning and community education. The SES will assist the community to know what steps can be taken to prevent or reduce the potential damage that floodwaters could cause to their home or business.

The once-off implementation costs for the flood warning and hazard management information system will be funded from the Natural Disaster Resilience Program administered by the South Australian Fire and Emergency Services Commission. The ongoing costs for this initiative of \$773 000 per annum (indexed) will be met from the Emergency Services Levy.

Goyder Institute for Water Research*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-2 000	-2 000	-2 000	-2 000

This initiative provides funding of \$2.0 million per annum to 2018–19 to the Goyder Institute for Water Research. The institute supports the government’s capacity to deliver and develop science based policy solutions to key water resource management issues.

Memorandum items — initiatives prior to the 2015–16 Budget

Department of Environment, Water and Natural Resources

Upgrade of tourism infrastructure

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	1 019	—	—	—	—
Investing payments	-1 019	—	—	—	—

This initiative recognises \$1.0 million of additional Commonwealth Government funding in 2014–15 for the delivery of four tourism infrastructure projects across South Australia.

The funding will be used towards:

- constructing approximately 20 kilometres of the Kangaroo Island Wilderness Trail, designing infrastructure and creating campsite access tracks
- constructing trails in the Shepherds Hill Recreation Park and Sturt Gorge Recreation Park as part of the Mount Lofty International Mountain Bike Destination project
- rebuilding and upgrading of an unsealed 3 kilometres of road within the Innes National Park
- replace the existing bat observation system at Naracoorte Caves National Park with a state-of-the-art, technologically advanced observation and surveillance system.

Health and Ageing

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-1 216	-1 247	-1 278	-1 310
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-4 756	—	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	-1 216	-1 247	-1 278	-1 310
Impact on net lending	—	-5 972	-1 247	-1 278	-1 310
Department for Health and Ageing					
Operating initiatives					
South Australian Health and Medical Research Institute — grant funding	—	-1 216	-1 247	-1 278	-1 310
Investing initiatives					
SA Ambulance Service — stretcher replacement program	—	-4 756	—	—	—
Memorandum items — initiatives prior to the 2015–16 Budget					
Department for Health and Ageing					
Operating initiatives					
SA Dental Service — eastern dental clinics	-136	-140	-62	-62	-63
Transforming Health	-2 246	-1 754	-8 000	-8 000	-35 207
Revenue offsets					
SA Dental Service — eastern dental clinics	236	1 390	62	62	63
Investing initiatives					
SA Dental Service — eastern dental clinics	-100	-1 250	—	—	—
Transforming Health ^(a)	-1 550	-61 922	-99 713	82 303	116 089

(a) The net change includes the offset from the Health Capital Reconfiguration Fund.

Department for Health and Ageing

SA Ambulance Service — stretcher replacement program

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	—	-4 756	—	—	—

This initiative provides \$4.8 million to replace mechanical stretchers and handling units in all South Australian Ambulance Service vehicles with automated stretchers and handling units. The total program cost of \$15.5 million, which includes \$10.8 million from existing annual programs, will provide for 340 automated stretchers and 250 automated handling units to be introduced in ambulances.

South Australian Health and Medical Research Institute — grant funding

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-1 216	-1 247	-1 278	-1 310

This initiative provides additional grants to the South Australian Health and Medical Research Institute (SAHMRI) to support its health and medical research projects. SAHMRI is a world class research institute and the government's grant funding supports the institute to lead scientific research that improves the quality of life for all people.

Memorandum items — initiatives prior to the 2015–16 Budget

Department for Health and Ageing

SA Dental Service — eastern dental clinics

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	236	1 390	62	62	63
Operating expenses	-136	-140	-62	-62	-63
Investing payments	-100	-1 250	—	—	—

The Commonwealth Government will provide \$1.4 million across 2014–15 and 2015–16 for the refurbishment of dental service clinics at Magill and Linden Park.

The Commonwealth Government will also provide funding for a dental assistant over the forward estimates as well as funding for a graduate dental therapist in 2014–15 and 2015–16.

Transforming Health

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-2 246	-1 754	-8 000	-8 000	-35 207
Investing payments	-1 550	-68 498	-156 893	-32 897	-10 646
Health Capital Reconfiguration Fund	—	6 576	57 180	115 200	126 735

Transforming Health involves substantial changes to improve quality of care for patients. This will include changes to service profiles and systems across hospitals and the SA Ambulance Service.

There will be an increase in operating expense of \$55.2 million over the period from 2014–15 to 2018–19.

There will be an increase in hospital and ambulance infrastructure (\$270.5 million) to facilitate the system changes. These changes include:

- construction of a new integrated rehabilitation facility, a new older persons mental health facility and a new multi-deck carpark at Flinders Medical Centre
- expansion of rehabilitation capacity, including new hydrotherapy pools at both Modbury Hospital and The Queen Elizabeth Hospital
- opening of a new Centre for Excellence for the treatment of post-traumatic stress, and a new palliative care service
- new ambulance stations and additional vehicles
- enhancements at Noarlunga Health Service and Lyell McEwin Hospital.

The net operating costs and the investing expenditure will be partially offset by the Health Capital Reconfiguration Fund (\$305.7 million).

Planning, Transport and Infrastructure

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-1 350	-13 845	-22 430	-10 760
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-28 450	-31 295	-40 440	-41 700
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	6 000	6 000
Impact on net operating balance	—	-1 350	-13 845	-22 430	-10 760
Impact on net lending	—	-29 800	-45 140	-56 870	-46 460
Department of Planning, Transport and Infrastructure					
Operating initiatives					
Gawler East Collector Link Road	—	—	-12 070	-21 130	-9 460
Greenways and bicycle boulevards	—	-650	-975	-1 300	-1 300
Operation Moving Traffic Adelaide	—	-700	-800	—	—
Investing initiatives					
Gawler East Collector Link Road	—	—	-3 570	-8 740	—
Greenways and bicycle boulevards	—	-350	-525	-700	-700
Improving critical road infrastructure	—	-10 000	-10 000	-20 000	-30 000
Improving the safety of road infrastructure	—	-10 000	-10 000	-10 000	-10 000
Operation Moving Traffic Adelaide	—	—	-200	—	—
Rail signals and communication cable upgrade	—	-6 000	-6 000	—	—
Springbank Road upgrade	—	-1 100	—	—	—
Station security and amenity upgrades	—	-1 000	-1 000	-1 000	-1 000
Asset sales					
Gawler East Collector Link Road	—	—	—	6 000	6 000

Department of Planning, Transport and Infrastructure

Gawler East Collector Link Road

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	—	-12 070	-21 130	-9 460
Investing payments	—	—	-3 570	-8 740	—
Investing receipts	—	—	—	6 000	6 000

This initiative provides for construction of a local road in the Gawler East residential development area and associated upgrade works for the intersection of Main North, Potts and Para Roads.

The road supports the future expansion of the Gawler East housing development, enabling traffic to by-pass Gawler Centre to access Main North Road. The local council will assume responsibility for the road once constructed.

The cost of the road will be partially offset by sales of land in the area.

Greenways and bicycle boulevards

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-650	-975	-1 300	-1 300
Investing payments	—	-350	-525	-700	-700

This initiative provides for the establishment of greenways and bicycle boulevard routes that connect and improve traffic-calmed local streets with new off-street path links and arterial road crossings, creating direct cycling routes which are an easy alternative to riding on busy roads.

Improving critical road infrastructure

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	—	-10 000	-10 000	-20 000	-30 000

This initiative provides \$70.0 million over four years for a targeted approach to the improvement of key roads around South Australia to improve the safety and sustainability of the state's road network.

Improving the safety of road infrastructure*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	—	-10 000	-10 000	-10 000	-10 000

This initiative provides \$10.0 million per annum to upgrade road safety infrastructure including shoulder sealing and audio-tactile line marking.

The shoulder sealing program will seal approximately 380 kilometres of road length on medium to high volume roads in South Australia. The roads will be widened by a minimum of one metre on each side of the road with the objective of reducing the incidence of run-off road crashes, which in a high speed environment often results in casualties and can be fatal. The roads selected for shoulder sealing have a high incidence of run-off road crashes and all have a minimum speed limit of 80 kilometres per hour.

Audio-tactile line marking provides a noise (audio) and vibratory (tactile) warning to road users who stray across road lanes due to fatigue or poor visibility due to rain or fog.

Operation Moving Traffic Adelaide*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-700	-800	—	—
Investing payments	—	—	-200	—	—

This initiative provides \$1.7 million over two years to implement measures which will improve traffic flows around the Adelaide metropolitan area and reduce travel times for road users, including public transport.

Rail signals and communication cable upgrade*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	—	-6 000	-6 000	—	—

This initiative provides \$12.0 million over two years to upgrade signalling and communications cables on Adelaide's metropolitan passenger rail network.

Springbank Road upgrade*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	—	-1 100	—	—	—

This measure provides \$1.1 million in 2015–16 to improve the function of Springbank Road, Panorama. Works include painted median island, solid pedestrian refuges, minor junction upgrades, indent parking and bus stops, and some landscaping.

Station security and amenity upgrades*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	—	-1 000	-1 000	-1 000	-1 000

This initiative provides \$1.0 million per annum in additional funding for railway station improvements, targeted at increasing the presence of closed-circuit television cameras and monitoring, and improvements to railway station lighting and amenity.

Police

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-5 728	-3 602	-2 457	-1 934
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-633	-1 298	-976	-136
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	-5 728	-3 602	-2 457	-1 934
Impact on net lending	—	-6 361	-4 900	-3 433	-2 070
South Australia Police					
Operating initiatives					
Body worn video	—	-1 200	-1 549	-1 554	-1 568
Data entry terminals	—	-1 100	-1 383	-903	-366
Human resource management system replacement	—	-3 428	-670	—	—
Investing initiatives					
Data entry terminals	—	-633	-1 298	-976	-136

South Australia Police

Body worn video

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-1 200	-1 549	-1 554	-1 568

This initiative provides \$1.2 million in 2015–16 and \$1.5 million per annum (indexed) from 2016–17 to provide body worn video devices for frontline police.

Data entry terminals

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-1 100	-1 383	-903	-366
Investing payments	—	-633	-1 298	-976	-136

This initiative provides \$7.4 million over five years for the replacement of fixed in-car mobile data devices with portable data entry devices.

The portable data entry devices will provide police officers with the ability to capture, retrieve and submit information on location instead of requiring the officer to travel back to their patrol base or police station. The travel time and back office tasks avoided will result in operational efficiencies and a more visible presence of police in the community.

Human resource management system replacement

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-3 428	-670	—	—

This initiative provides additional funding of \$4.1 million across two years to replace SAPOL's human resource and payroll management ICT systems.

Primary Industries and Regions

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	-700	-1 294	—	—	—
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	—	—	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	-700	-1 294	—	—	—
Impact on net lending	-700	-1 294	—	—	—
Department of Primary Industries and Regions					
Operating initiatives					
Northern Adelaide Food Park	-700	-1 294	—	—	—

Department of Primary Industries and Regions

Northern Adelaide Food Park

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-700	-1 294	—	—	—

Funding of \$2.0 million has been provided to assist with the development of a Northern Adelaide Food Park. The food park will build upon the success of food production in northern Adelaide and enable food manufacturing businesses to access shared infrastructure and services.

Strategic co-location of food related businesses provides expansion opportunities for new and existing businesses that have outgrown their current premises. Businesses can work with the existing manufacturing base and expertise in the region and drive cost efficiencies through innovation and modern facilities. Activities undertaken will include working with the food industry to ensure the food park is established in a manner that supports growth and provides jobs in the northern suburbs.

State Development

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	-26 400	-31 123	-21 778	-1 016	4 569
Operating savings	—	—	—	—	—
Revenue measures	—	1 000	1 000	1 000	1 000
Revenue offsets	15 000	—	—	—	—
Investing initiatives	—	-5 067	—	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	-11 400	-30 123	-20 778	-16	5 569
Impact on net lending	-11 400	-35 190	-20 778	-16	5 569
Department of State Development					
Operating initiatives					
Cultural collections storage	—	-200	—	—	—
Destination Adelaide	—	-1 500	-1 510	-1 321	-1 331
Industry attraction fund	—	-5 000	-10 000	—	—
Maintaining arts activity	—	-4 000	-4 000	-4 000	-4 000
Municipal and essential services on regional and remote Aboriginal lands	—	-2 700	-2 768	-2 837	-2 908
Northern Economic Plan	—	-960	—	—	—
Regional arts theatres — upgrade infrastructure	—	-166	—	—	—
Skills training — additional resources	-26 400	-16 497	-3 397	7 247	12 915
St Paul's Creative Centre	—	-100	-103	-105	-107
Revenue offsets					
Municipal and essential services on regional and remote Aboriginal lands	15 000	—	—	—	—
Investing initiatives					
Regional arts theatres — upgrade infrastructure	—	-4 149	—	—	—
South Australian Film Corporation — set construction workshop	—	-918	—	—	—
Administered Items for the Department of State Development					
Revenue measures					
Extractive royalties applied to local government operations	—	1 000	1 000	1 000	1 000
Memorandum items — initiatives prior to the 2015–16 Budget					
Department of State Development					
Operating initiatives					
Research partnerships with OZ Minerals and local universities	—	-4 000	-3 000	-3 000	—
South Australia-South East Asia Engagement Strategy	—	-1 000	-1 000	-1 000	-1 000

Department of State Development

Cultural collections storage

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-200	—	—	—

This initiative provides \$200 000 in 2015–16 to consider and identify a preferred solution for the future storage of South Australia’s art collections to maximise the opportunities for the Art Gallery of South Australia.

Destination Adelaide

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-1 500	-1 510	-1 321	-1 331

This initiative provides for the development and growth of the state’s education industry through a coordinated suite of measures to market education opportunities in South Australia. Study Adelaide will promote and increase the impact of Adelaide as a destination of choice for international students in key markets, including China, India, Malaysia, Singapore and Vietnam.

Industry attraction fund

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-5 000	-10 000	—	—

This initiative provides \$15.0 million over two years for the creation of a fund to secure new investment in South Australia through the provision of targeted assistance to support the attraction of business to the state and development of key industries within the state. This investment will promote job creation in the state.

Maintaining arts activity

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-4 000	-4 000	-4 000	-4 000

This initiative provides \$4.0 million per annum to maintain arts activities to ensure that the state continues to benefit from the social, cultural and economic contribution of the arts.

These activities include events, exhibitions and public programs provided through our arts organisations, cultural institutions and festivals, as well as regional initiatives.

Municipal and essential services on regional and remote Aboriginal lands*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	15 000	—	—	—	—
Operating expenses	—	-2 700	-2 768	-2 837	-2 908

The Commonwealth Government has agreed to a once-off payment of \$15.0 million in 2014–15 as part of its transfer of responsibility to the state government for the provision of municipal and essential services to Aboriginal communities outside the Anangu Pitjantjatjara Yankunytjatjara (APY) Lands from 2015–16. Ongoing provision of these services is expected to cost \$2.7 million per annum (indexed).

The Commonwealth Government will continue to be responsible for the direct funding of services to the APY Lands.

Northern Economic Plan*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-960	—	—	—

This initiative provides funding of \$960 000 in addition to a \$4.4 million allocation from Our Jobs Plan funding to the Northern Economic Plan to deliver a vision, strategy and specific actions that support the industrial transformation of northern Adelaide.

The plan will focus on job creation and skill development in northern Adelaide.

The objectives of the plan are to deliver market driven industry growth, short term bridging infrastructure projects, education and training for jobs, increased collaboration and strengthen partnerships for sustained economic growth in northern Adelaide, and increasing the profile and desirability of northern Adelaide as a place to invest, work and live.

Regional arts theatres — upgrade infrastructure*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-166	—	—	—
Investing payments	—	-4 149	—	—	—

This initiative provides \$4.3 million in 2015–16 to improve the amenities at the Middleback Arts Centre in Whyalla, the Northern Festival Centre in Port Pirie, the Sir Robert Helpmann Theatre in Mount Gambier and the Chaffey Theatre in Renmark. The improvements include the replacement of air-conditioning and fire systems and other key upgrade works.

Skills training — additional resources*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-26 400	-16 497	-3 397	7 247	12 915

This initiative provides additional resources of \$26.1 million for vocational education and training, including the new WorkReady program.

The future direction of the vocational education and training sector in South Australia will be refocused through the introduction of the new WorkReady program from 1 July 2015.

This program will ensure that the government's investment in training is targeted to areas of strategic need to industry and a transitioning economy. It has been designed to improve training completion rates, strengthen connections to employment opportunities, and connect people to the training best suited to them over a working lifetime.

As part of planning for the introduction of the new WorkReady program, the government has also undertaken a review of existing expenditure priorities within the department. An amount of \$41.6 million of existing budgeted expenditure over five years has been reallocated for ongoing skills training. The expenditure in the above table reflects the timing of expenditure reallocations and additional funding for skills training over the period.

South Australian Film Corporation — set construction workshop*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Investing payments	—	-918	—	—	—

This initiative provides \$918 000 in 2015–16 to the SA Film Corporation to build a set construction workshop on the Adelaide Studios site at Glenside. This will provide an essential part of studio infrastructure in order to attract additional film and television production to South Australia.

St Paul's Creative Centre*Budget implications (\$000)*

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-100	-103	-105	-107

This initiative provides support for the St Paul's Creative Centre, a collaborative co-working space for the South Australian creative industries sector.

The additional resources builds on funding provided in the 2014–15 Budget for the development of a music industry cluster.

Administered Items for the Department of State Development

Extractive royalties applied to local government operations

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating revenue	—	1 000	1 000	1 000	1 000

The requirement for local governments to pay royalties to the state currently depends on the nature of the mine. Local governments are required to pay royalties where they have an Extractive Mineral Lease over the land being mined, including where these minerals are only intended to be used for the local government's own purposes (ie for road maintenance). However, local governments are currently not required to pay royalties where the land being mined is not covered by a permit, claim lease, licence, tenement or private mine under the *Mining Act 1971*.

From 1 July 2015 it is proposed to make local government liable to pay extractive royalties where the land being mined is not covered by a permit, claim lease, licence, tenement or private mine under the Mining Act.

Memorandum items — initiatives prior to the 2015–16 Budget

Department of State Development

Research partnerships with OZ Minerals and local universities

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-4 000	-3 000	-3 000	—

This initiative provides \$10.0 million over the next three years for research partnerships with OZ Minerals and local universities which aim to improve the quality of copper concentrates produced in the state.

These innovation partnerships are aimed at overcoming obstacles to developing our copper potential, specifically through research to address the challenges created by our metallurgy.

All learnings developed from these partnerships will be available to other copper producers to determine how producers can improve the quality and marketability of mineral assets.

South Australia-South East Asia Engagement Strategy

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-1 000	-1 000	-1 000	-1 000

In the 2014–15 Budget \$1.4 million was committed to establish a trade and investment strategy for South East Asia. This initiative provides a further \$1 million per annum from 2015–16 towards the strategy and includes the embedding of staff in Austrade offices in Malaysia, Singapore and Indonesia as well as supporting other strategic, cultural and economic initiatives.

Tourism

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	—	-19 500	-19 500	-2 000	-2 000
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	—	—	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	—	-19 500	-19 500	-2 000	-2 000
Impact on net lending	—	-19 500	-19 500	-2 000	-2 000
South Australian Tourism Commission					
Operating initiatives					
Adelaide Fashion Festival	—	-500	-500	-500	-500
Marketing and events for South Australia	—	-17 500	-17 500	—	—
Santos Tour Down Under	—	-1 500	-1 500	-1 500	-1 500

South Australian Tourism Commission

Adelaide Fashion Festival

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-500	-500	-500	-500

This initiative provides \$2.0 million over four years to engage with the local fashion and creative industries, to grow the existing Adelaide Fashion Festival to an event of significance for the state with a focus on Asia.

Marketing and events for South Australia

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-17 500	-17 500	—	—

This initiative provides \$35.0 million over two years from 2015–16 to secure new events and market the state's tourism and events offerings in key international and domestic markets.

The funding includes \$14.0 million to grow tourism opportunities from the emerging international markets of China, India and South East Asia whilst maintaining the traditional markets of the United Kingdom, Europe, United States of America and New Zealand that currently provide the majority of international leisure visitors to the state.

Marketing campaigns to promote Adelaide and regional tourism experiences to the Australian market will be undertaken at a cost of \$6.0 million.

The initiative also provides \$15.0 million funding for the state to secure additional major events and conventions to drive visitation and economic development.

Santos Tour Down Under

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	—	-1 500	-1 500	-1 500	-1 500

This initiative provides \$1.5 million per annum to further promote and grow the Santos Tour Down Under cycling event.

The funding will support additional community events, festival growth and increased broadcasting and digital communications offerings to maintain the status of the race as a leading UCI WorldTour event.

Treasury and Finance

2015–16 Budget initiatives (\$000s)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating initiatives	-1 700	-420	—	—	—
Operating savings	—	—	—	—	—
Revenue measures	—	—	—	—	—
Revenue offsets	—	—	—	—	—
Investing initiatives	—	-100	—	—	—
Investing savings	—	—	—	—	—
Revenue offset investing	—	—	—	—	—
Asset sales	—	—	—	—	—
Impact on net operating balance	-1 700	-420	—	—	—
Impact on net lending	-1 700	-520	—	—	—
Department of Treasury and Finance					
Operating initiatives					
State tax review	-1 700	-420	—	—	—
Investing initiatives					
State tax review	—	-100	—	—	—

Department of Treasury and Finance

State tax review

Budget implications (\$000)

	2014–15 Estimate	2015–16 Budget	2016–17 Estimate	2017–18 Estimate	2018–19 Estimate
Operating expenses	-1 700	-420	—	—	—
Investing payments	—	-100	—	—	—

This initiative provides \$1.7 million in 2014–15 and \$520 000 in 2015–16 for costs associated with the comprehensive review of the state’s taxation system and the implementation of reform measures being introduced by the government.

Further details on the tax reform measures are contained in Part 1.