

## Fact Sheet 3: 2022-23 Budget Overview

### 1. General overview and economic outlook:

- Deficit of 1.6% of GDP by 2025-26
- Working towards 4% unemployment
- Wages growth 3%
- 3.5% econ growth in 2022-23

### 2. Budget Priorities:

- Living relief for Australians
- Supporting small business
- Investing in roads, & infrastructure
- Flood relief and response

### 3. Key initiatives and savings measures:

- Temporary cut to fuel excise
- Continued funding of the Local Roads and Community Infrastructure Fund
- Bring forward FA Grants of \$2.1B into 2021-22
- \$37.9B regions & infrastructure

#### 4. ALGA Board Priorities and Federal Budget initiatives

ALGA Board Priorities	Coalition Budget 2022-23 Measures
Financial Assistance Grants	<p>In 2022-23 the Australian Government will provide <b>\$2.804B</b> [\$2,652B in 2021-22] in Financial Assistance Grants funding. This includes <b>\$2.1B</b> [\$1.3B in 2021-22] which will be brought forward from the 2022-23 estimate and paid to States and Territory Governments in 2021-22. The remainder is <b>\$704.4M</b> in 2022-23 [\$1.3B in 2021-22]. (BP3 P97)</p> <p><b>Cash injection of \$2.1B provided in this financial year</b></p> <p>Commonwealth estimated taxation revenue (on accruals basis) for 2022-23 is <b>\$508.4</b> (Budget Paper 1, Statement 4 Revenue Table 4.1 P112).</p> <p>The Financial Assistance Grants as a proportion of Commonwealth Tax Revenue in 2022-23 is therefore estimated to be <b>0.55 %</b>. In 2021-22 it was 0.6% partly due to lower revenue.</p> <p>.</p>
Local Roads and Community Infrastructure Program	<p>An additional \$501.7M over 3 years in 2022-23 Budget - BP2 P144, BP3 P65</p> <p>2022-2023 – additional \$0.3M 2023-2024 – \$250.7M 2024 –2025 - \$250.7M</p> <p><b>Total expenditure of this program is now \$3b.</b></p>
Local Roads Investment Program	<p>Heavy Vehicle Safety and Productivity Program BP3 P59</p> <p>2022-2023 - \$67.2M 2023-2024 - \$101.6M 2024-2025 - \$69.3M 2025 –2026 - \$69.3</p>

ALGA Board Priorities	Coalition Budget 2022-23 Measures
Roads to Recovery	<p>BP3 P61</p> <p>2022-2023 - \$490.9M [\$499.5M in 2021-22]            2023-2024 - \$485.3            2024-2025 - \$499.5M            2025-2026 - \$499.5M</p>
Black Spot Program	<p>BP3 P57</p> <p>2022-2023 - \$128.9M [\$137M in 2021-22]            2023-2024 - \$121.1M            2024-2025 - \$121.1M            2025-2026 - \$110M</p>
South Australia Road Funding	<p>\$20m per year over two years from 2021-22            No additional funding provided in 2022-23</p>
Disaster Mitigation Program	<p>\$20.9M Total (BP3 P72) – Disaster Risk Reduction            \$50M (BP3 P73) – Coastal and Estuaries Risk Mitigation            \$10.5M (BP3 P76) Regional Drought Resilience Planning</p> <p>\$150M (BP3 P74) for NSW and Qld only – post disaster resilience measures            Flood Recovery and Resilience Package, split 50/50</p> <p>(BP2 P60-63)            \$150M– 2022-23 Emergency Response Fund for post disaster resilience measures for Nthn Rivers Region of NSW            \$31.2M over 2 years for mental health of residents in flood affected areas NSW and Qld            \$3B over forward estimates to accommodate additional C’wealth expenditure on floods response in NSW and Qld            Jointly fund an estimated \$2B in support measures including to councils.</p> <p>NSW and Qld Flood Relief and mitigation, various measures – see further information in BP2 P60-63</p> <p>[\$41.6M (BP3 P90) – DRFA – expense estimates            \$2,468.7M (BP3 P91) – DRFA – cash estimates]</p>
Stronger Regional Digital Connectivity Package	<p>Government response to Regional Telecomm Review BP2 P134            - Includes expanding mobile coverage in regional Australia (\$811.8M over 5 years)</p>

ALGA Board Priorities	Coalition Budget 2022-23 Measures
Circular Economy	\$84.6M (BP3 P84 and BP2 P51) – Recycling Infrastructure various Includes \$60.4 million for plastic recycling through the Recycling Modernisation Fund
Local Government Climate Response Partnership Fund	See Disaster Mitigation Funding above

## 5. Other measures of interest for local governments in the Coalition Federal Budget:

- Temporary reduction in fuel excise BP2 P15
- Future Drought Fund - \$84.5M over 4 years BP2 P53
- Great Barrier Reef leadership and stewardship- \$1B over 9 years BP2 P56
- Women’s Safety – BP2 P66
- Boosting Participation and Building Australia’s workforce \$153.5M over 5 years BP2 P74
- Investing in Skills apprenticeships BP2 P76
- Supporting rural health \$224.4M over 4 years BP2 P98
- Preventative Health - \$30.1M includes community health/physical activity BP2 P107
- Safer Communities Fund Round 6 – an additional \$50M over 2 years from 2022-23 – available for local governments to apply BP2 P119
- Community Development Grants – nominated projects \$67.7M over 3 years BP 2 P130
- COVID 19 - additional arts sector support BP2 P131
- COVID 19 - additional aviation support BP2 P132
- Infrastructure Investment – priority regional infrastructure - \$1.5B over 10 years - various projects
- Regional Accelerator Program - \$2B over 5 years – drive economic growth in regional areas
- Stronger Communities Program \$29.2 M over 2 years – small projects. BP2 P152
- Supporting regionalisation – new childcare centres, employment opportunities \$67.7M over 8 years BP2 P152
- Digital Economy Strategy – includes Office of Future Transport Technology BP2 P157

- Disaster Support – NFP – various BP2 P158
- \$31.8M in 2022-23 to commence establishment of 35 regional/local voice bodies across Australia (BP2 P161) –
- Affordable Housing and Home Ownership – increase to 50 000 places/year BP2 P170
- Funding for remote indigenous housing – NT only \$223.8M in 2022-23 (BP3 P54)

## Population Assumptions used in the Budget (BP3 P113)

**Table A.1: Population by state, at 31 December**

million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)	Australia
2021	8.199	6.664	5.256	2.696	1.781	0.544	0.434	0.248	25.821	25.826
2022	8.242	6.727	5.330	2.730	1.798	0.549	0.437	0.250	26.063	26.068
2023	8.322	6.835	5.405	2.767	1.814	0.554	0.441	0.252	26.389	26.394
2024	8.415	6.960	5.477	2.803	1.828	0.558	0.447	0.253	26.742	26.747
2025	8.511	7.088	5.551	2.839	1.844	0.562	0.453	0.255	27.104	27.109

(a) 'Total' is the sum of the states and territories shown, and excludes Jervis Bay Territory, Christmas Island, the Cocos (Keeling) Islands and Norfolk Island.

**Table A.2: Population by state, at 30 June**

million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)	Australia
2020-21	8.189	6.649	5.221	2.682	1.773	0.541	0.432	0.246	25.735	25.739
2021-22	8.209	6.679	5.290	2.711	1.789	0.547	0.435	0.249	25.908	25.913
2022-23	8.276	6.775	5.370	2.749	1.807	0.552	0.439	0.251	26.219	26.223
2023-24	8.367	6.896	5.440	2.785	1.821	0.556	0.443	0.252	26.560	26.565
2024-25	8.463	7.024	5.514	2.821	1.836	0.560	0.450	0.254	26.923	26.928
2025-26	8.559	7.152	5.588	2.857	1.852	0.565	0.456	0.256	27.284	27.289

(a) 'Total' is the sum of the states and territories shown, and excludes Jervis Bay Territory, Christmas Island, the Cocos (Keeling) Islands and Norfolk Island.

## Net interstate migration (BP3 P115)

**Table A.5: Net overseas migration, for years ending 30 June**

	2020-21(a)	2021-22	2022-23	2023-24	2024-25	2025-26
Net overseas migration, Australia	-89,900	41,000	180,000	213,000	235,000	235,000

(a) Outcome for 2020-21 from ABS National, state and territory population, September 2021.

**Net Overseas Migration (BP3 P115)**

**Table A.6: Net interstate migration by state, for years ending 30 June**

	NSW	VIC	QLD	WA	SA	TAS	ACT	NT
2020-21	-16,700	-18,300	30,900	4,600	700	0	900	-2,200
2021-22	-40,600	-17,300	41,000	7,600	4,500	2,800	900	1,100
2022-23	-30,200	-5,000	30,000	3,200	100	1,700	700	-400
2023-24	-20,000	6,900	19,200	-1,200	-4,200	700	500	-1,800
2024-25	-20,200	6,400	19,400	-1,200	-4,100	800	600	-1,700
2025-26	-20,200	5,900	19,600	-1,200	-4,000	900	600	-1,600