

BUDGET IMPACT OF NEGOTIATIONS WITH THE GREENS AND INDEPENDENTS

	Budget impact over forward estimates	Total commitment	Funding source
New spending (\$ million)			
Pacific Highway - Accelerate work between Kempsey and Port Macquarie	35	35	Offset from additional savings.
Tamworth Hospital Redevelopment - construction of a teaching & training facility	20	20	Offset from additional savings.
Regional Development Policy Centre	8	8	Offset from additional savings.
Priority Regional Infrastructure Fund	600	800	Offset from additional savings.
Immediate investment in the Royal Hobart Hospital	100	100	Offset from net savings from Labor election commitments.
Transmission line - development of renewable energy projects	-	2	Offset from funding already provided to the Australian Centre for Renewable Energy.
Fuel tax - amended transitional arrangements for fuel ethanol taxation	-	140	Funding of \$33 million over the forward estimates will be provided from the Renewable Energy Future Fund, which is already included in the budget.
Australian Biofuels Research Institute (James Cook University)	-	20	Offset from funding already provided to the Australian Centre for Renewable Energy.
Total new spending (\$ million)	763	1125	
Contingent spending (\$ million)			
Transmission line between Mt Isa and Townsville (2012 - 2017)	-	185	Funded from the Connecting Renewables Initiative and contingent on completion of feasibility studies, regional energy users' determination that the transmission line is the preferred option for meeting future energy needs and consideration of the project by Infrastructure Australia.
Transmission line - funding extension to 2020	-	150	Funded from the Connecting Renewables Initiative and will be provided between 2017 and 2020 should the project take longer than anticipated to achieve market load growth.
Transmission line - large-scale solar/biofuels generation plant	-	350	Funded from and following a new round of the Solar Flagships program, which is already included in the budget.
EIF Round - Seed funding for a multi-partner university campus on NSW Mid North Coast	*	20	Contingent on approval from the EIF Board.
HHF Round - Port Macquarie Base Hospital expansion	*	75	Contingent on approval from the HHF Board.
HHF Round - Royal Hobart Hospital expansion	*	240	Contingent on approval from the HHF Board.
Reconstruction of New England Highway - Bolivia Hill & Tenterfield Heavy Vehicle Bypass	-		Contingent on suitable funding programs becoming available.
Savings (\$ million)			
Net savings after election commitments	106		
Tax discount on interest income - deferred commencement to 2012-13, with phase in arrangements for a cap of \$500 in 2012-13, rising to \$1,000 from 2013-14	700		
Total savings (\$ million)	806		
Net impact on budget (\$ million)	43		

Note: All other commitments will be funded from existing budget allocations or a reprioritisation of existing departmental resources across the Australian Public Service.