

Advancing Queensland's Economy

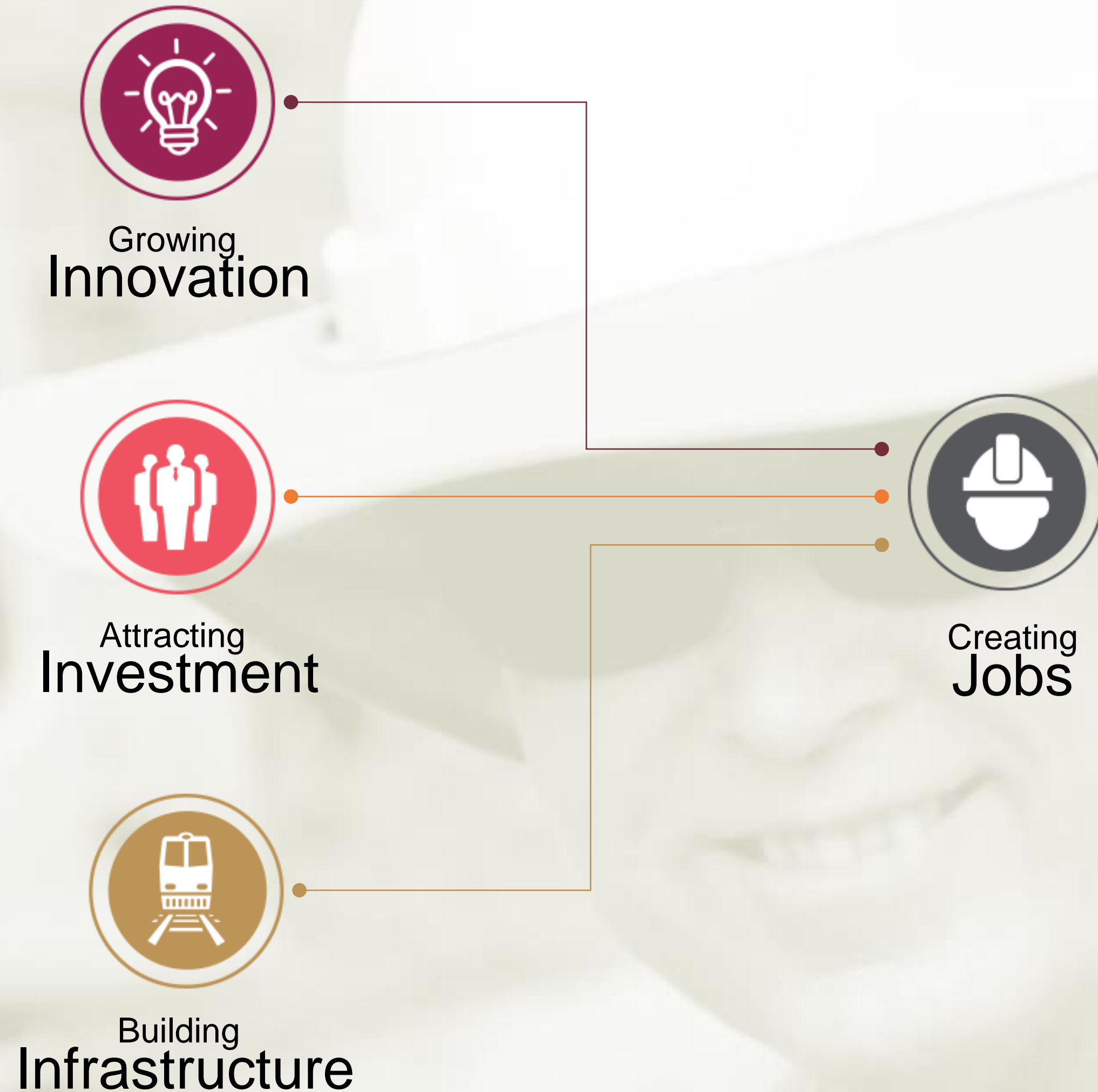
Job-creating Innovation, Investment and Infrastructure



Queensland Budget 2016-17



Advancing Queensland's Economy



\$300 billion
Economy

\$53 billion Budget

More than \$40 billion
infrastructure over 4 years



Economic Outlook

Strongest economic growth in Australia this year and coming years

Economic growth at 3½% in 2015-16 rising to 4% in 2016-17

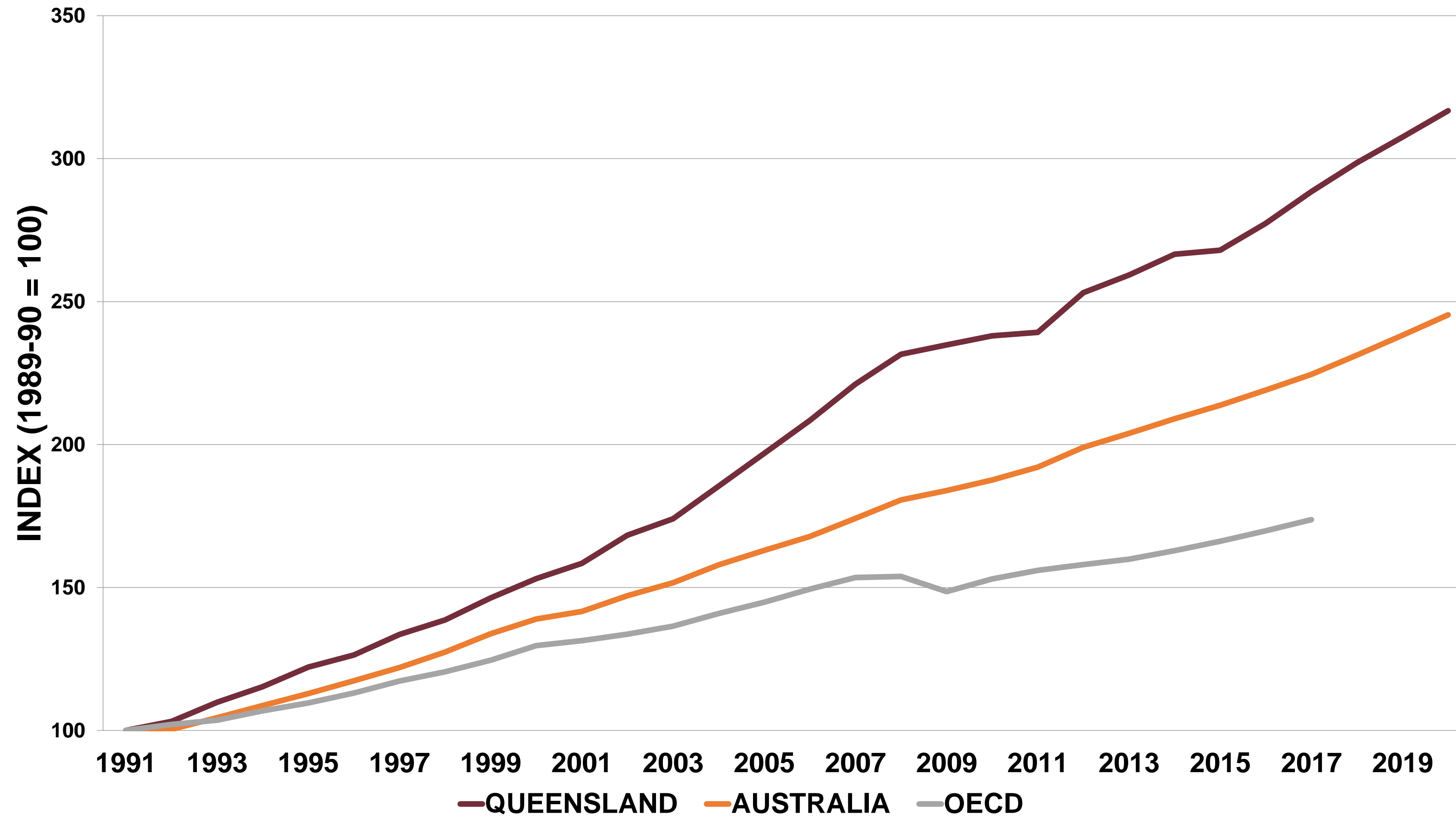
Growth led by diversified export portfolio, incl. LNG ramp-up

Components of growth stabilising, including improving household consumption and business investment

Employment growth of 1¾%, unemployment falling to 5¾% over FEs

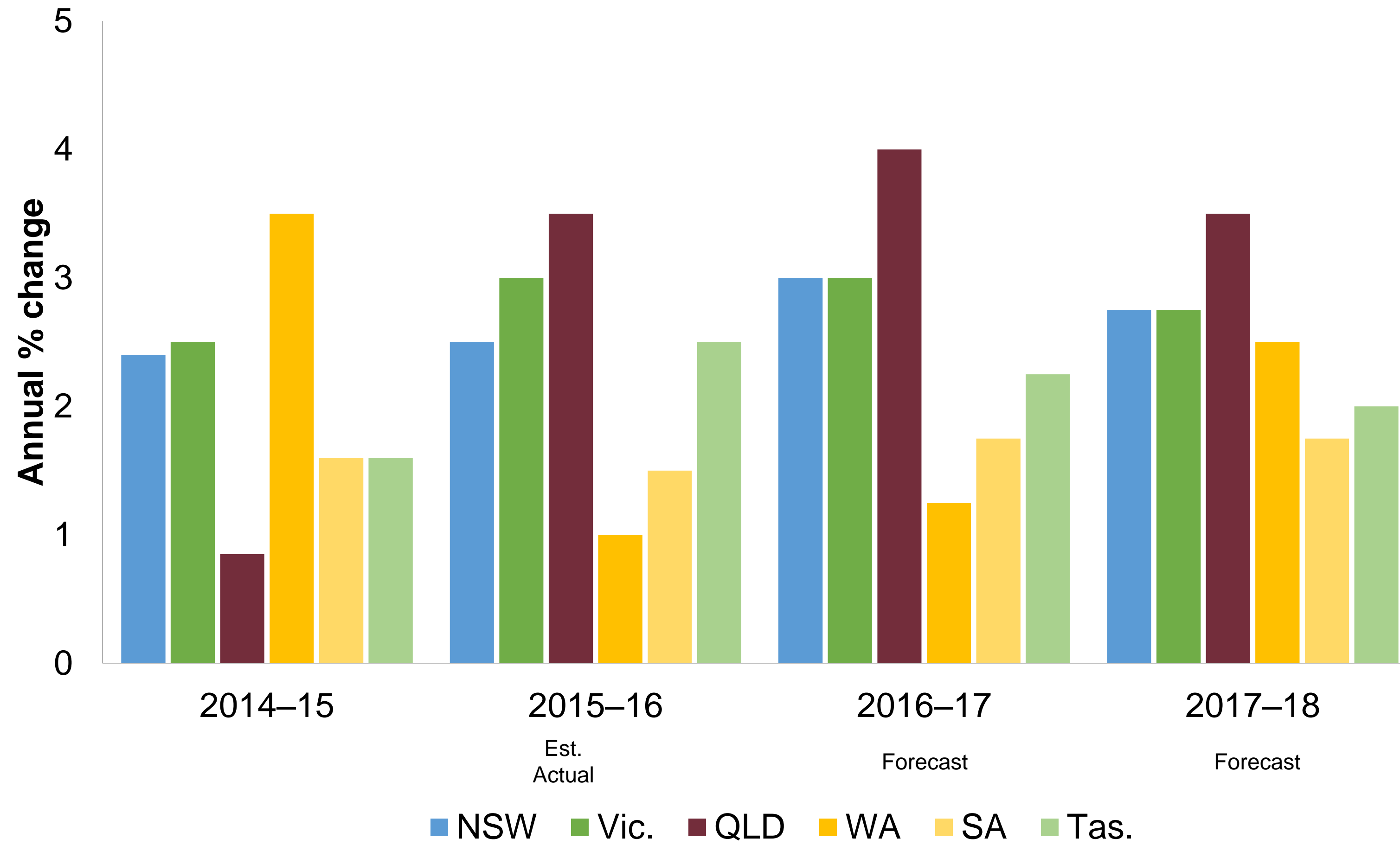


Economic growth comparisons



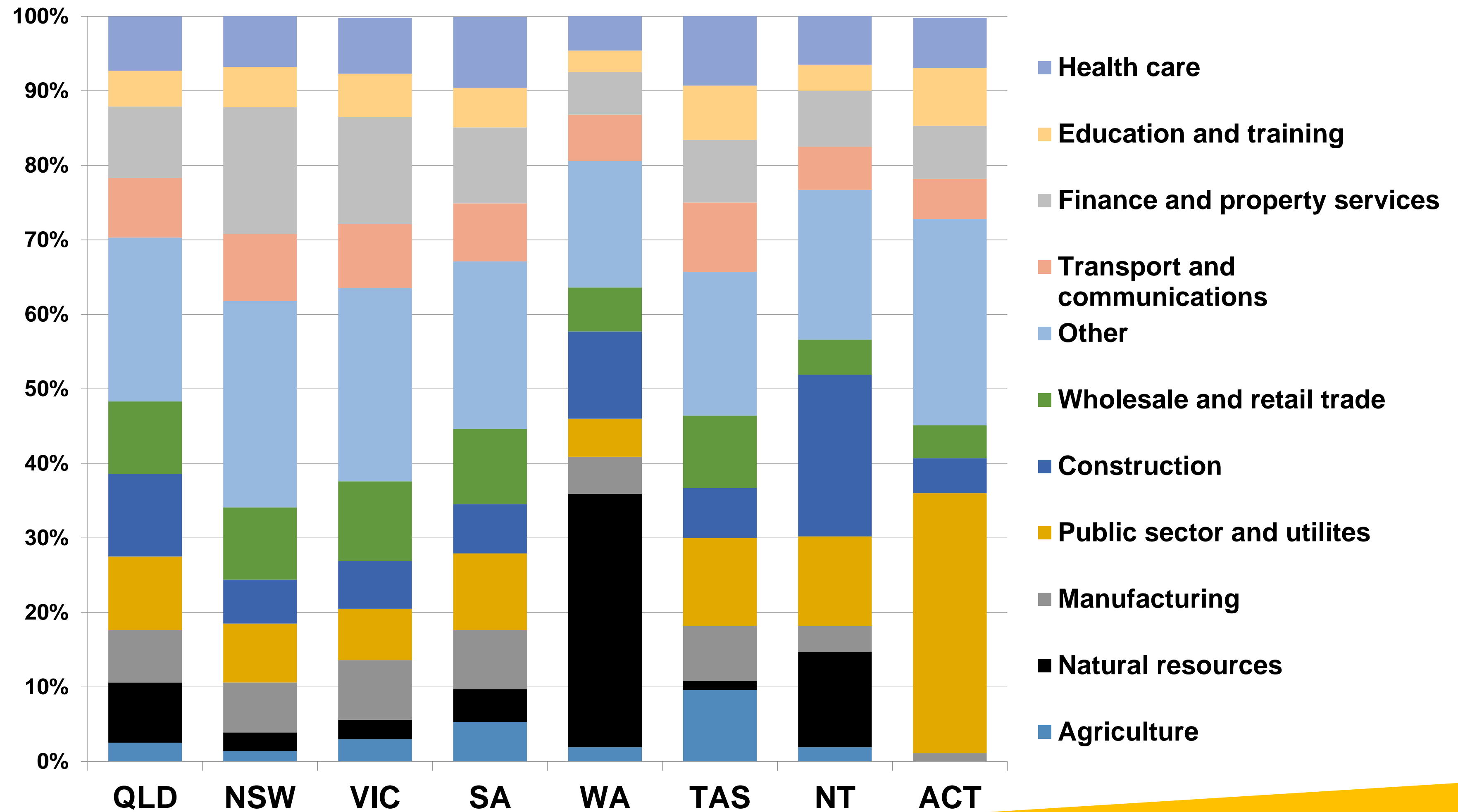


Fastest growing State economy



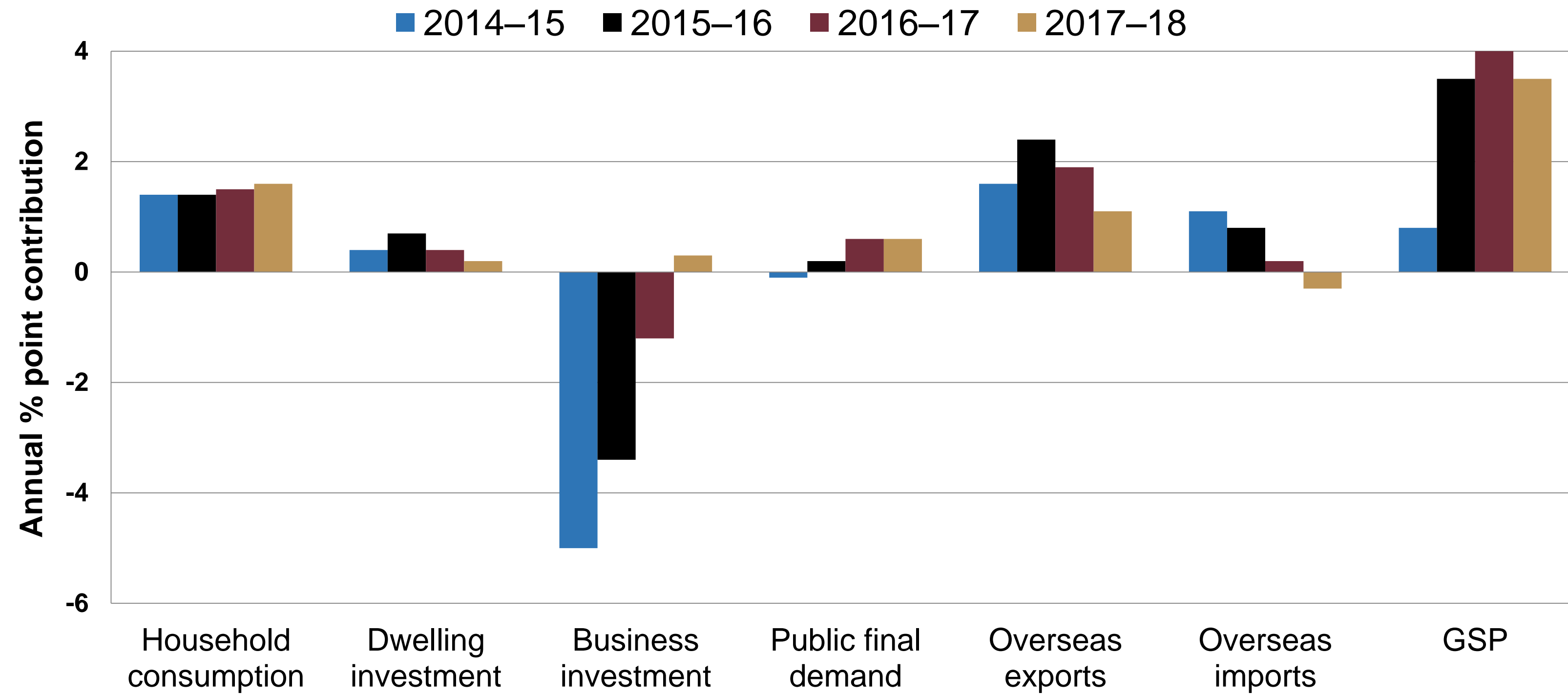


Queensland's diversified economy





Components of Queensland's growth





Fiscal Outlook

Operating surpluses of \$3.2 billion over forward estimates

Operating surplus of \$867 million for 2016-17 – largest in a decade

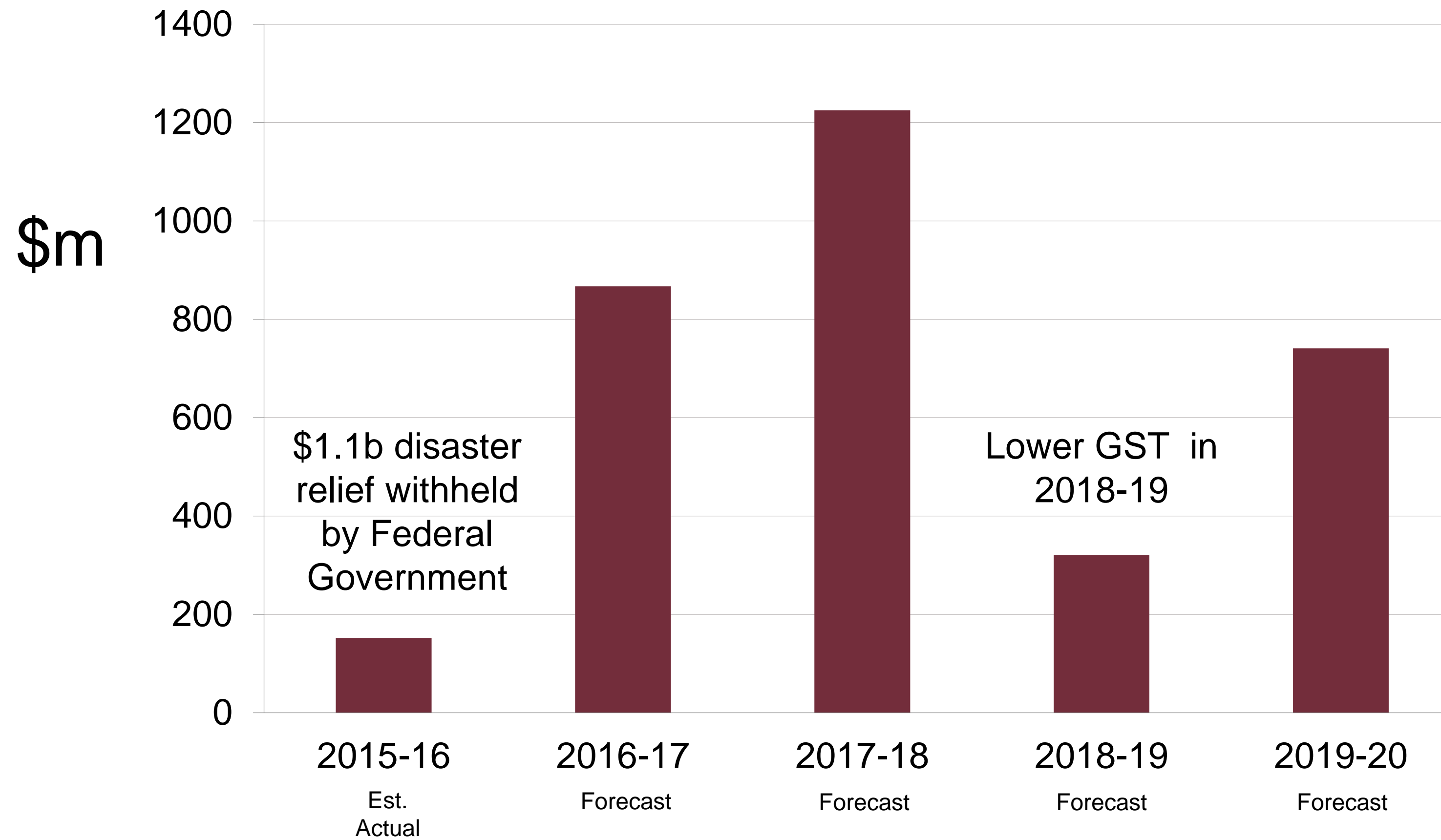
Revenue growth (3.2%) outpacing expenses growth (2.9%)

General Govt debt \$10.4 billion lower than 2014-15 Budget projection

Debt to revenue ratio down from 87% in 2014-15 to 71% in 2015-16

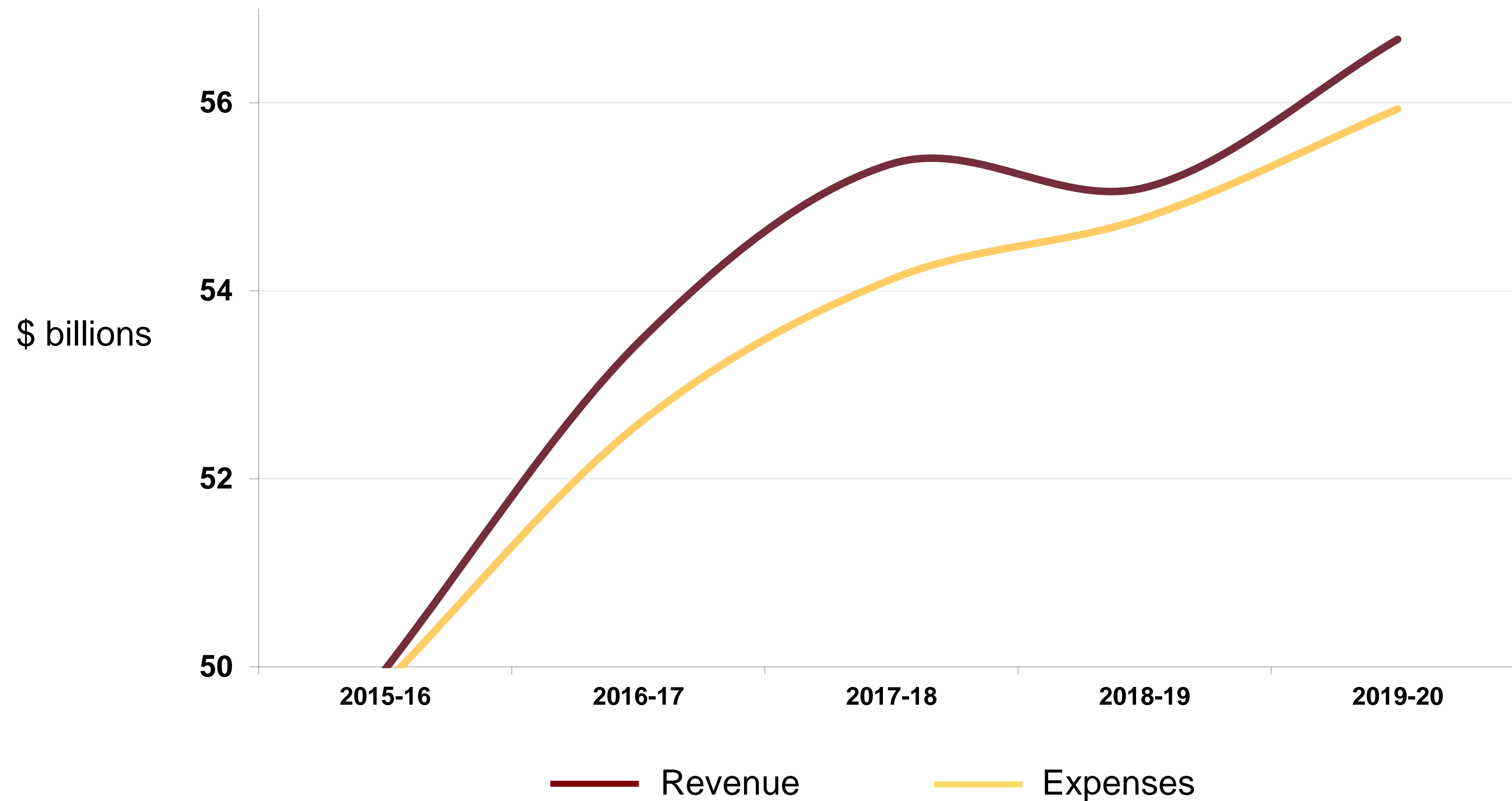


Forecast surpluses





Revenue outpacing expenses



Average revenue growth 3.2%

Average expenses growth 2.9%

New fiscal principle

Average public service FTE growth over the forward estimates should not exceed population growth.





Revenue measures

3% transfer duty surcharge on foreign purchasers of residential property

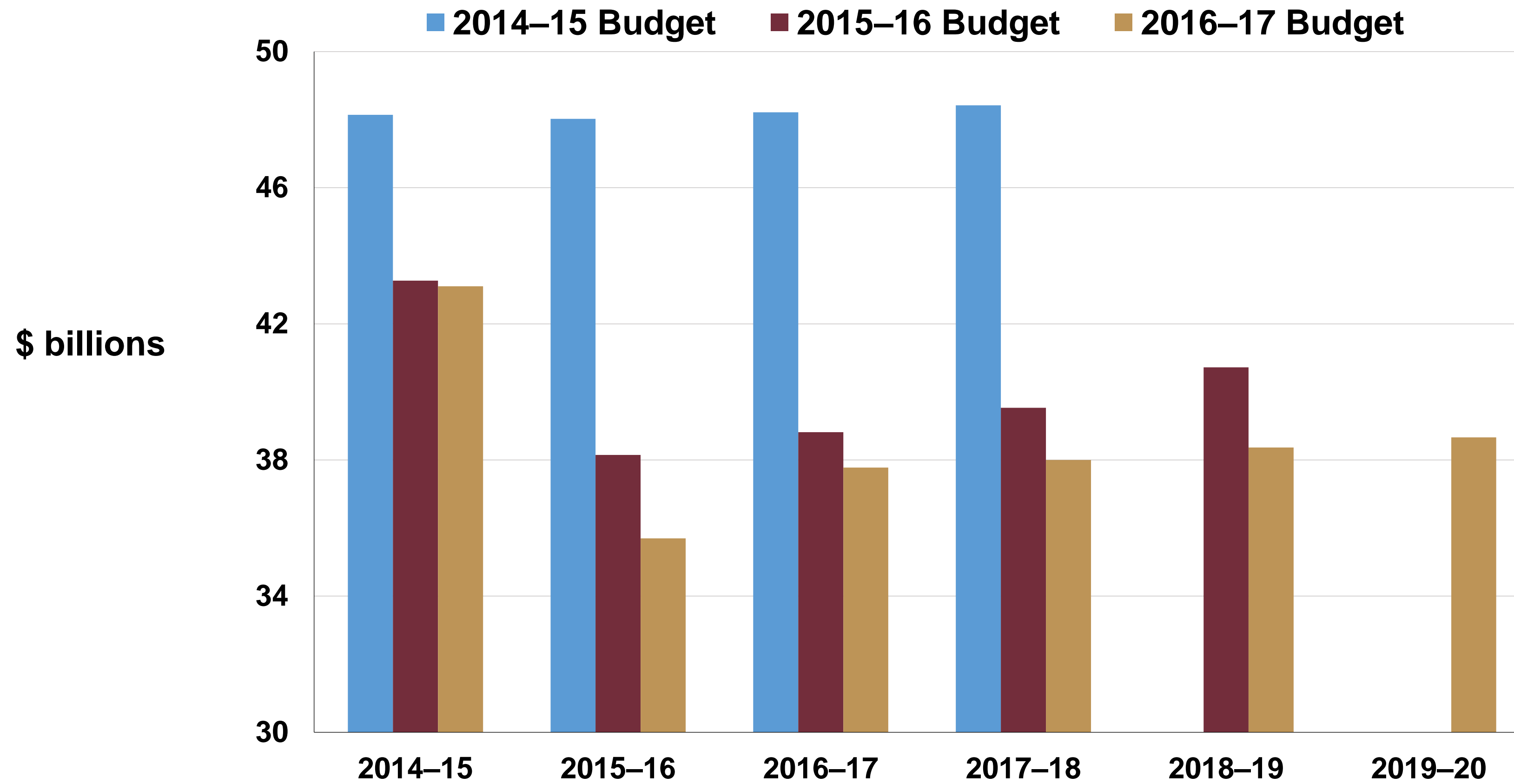
Tax avoidance crackdown, particularly not-for-profit status

12-month boost to First Home Owners Grant for new builds (\$20,000)

Transfer duty concession for intergenerational transfers of family farms

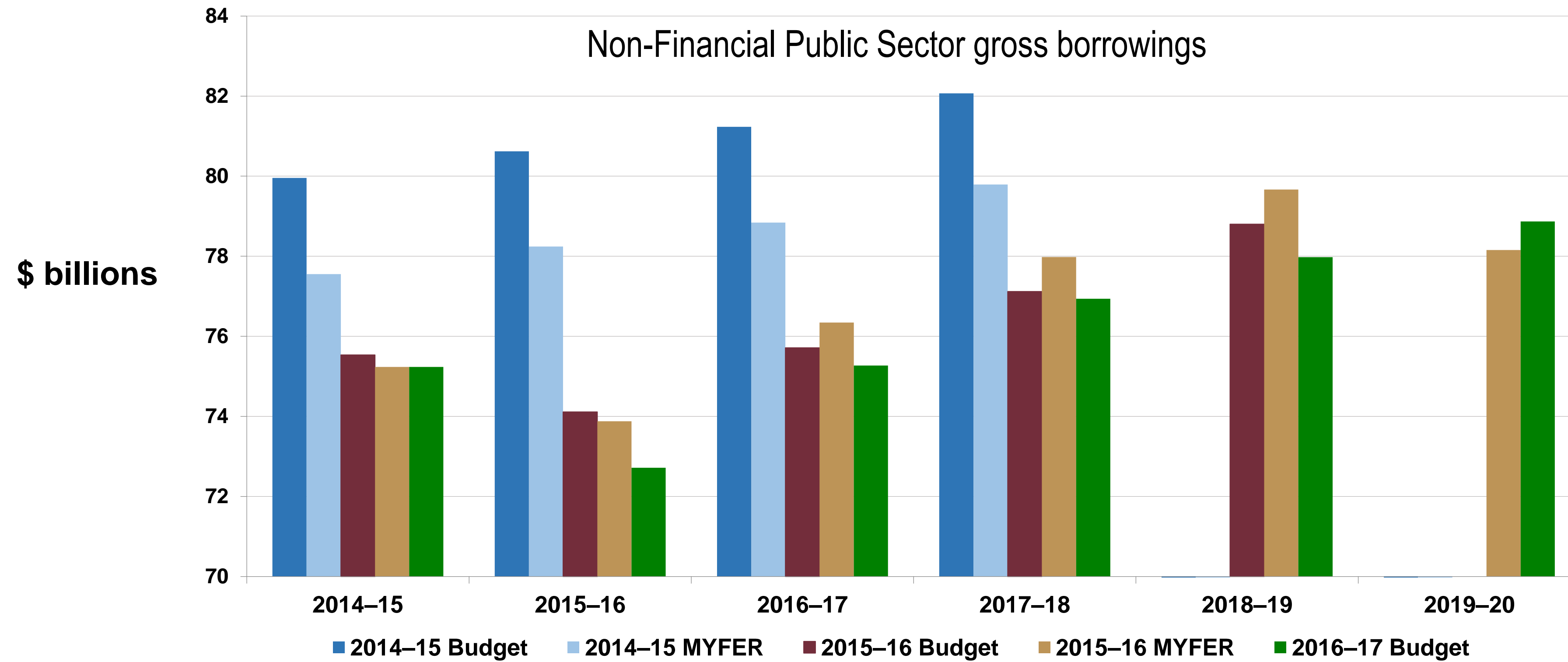


Reduction in General Government Debt





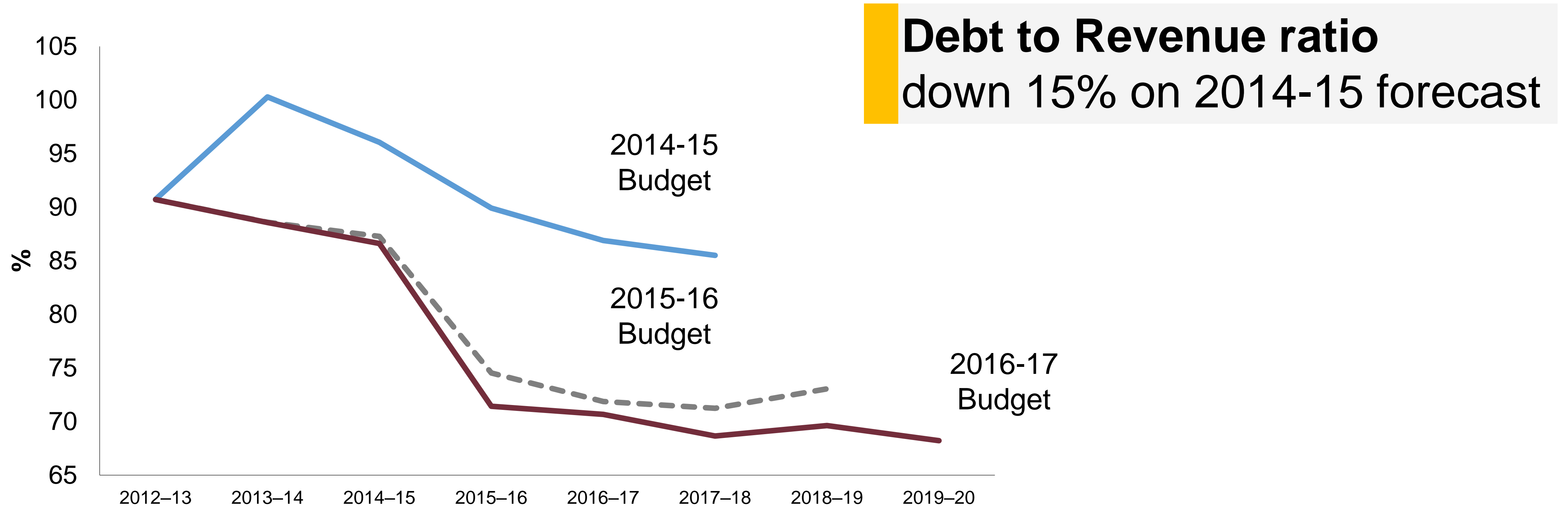
Reduction in Non-Financial Public Sector Debt





Debt to revenue ratio

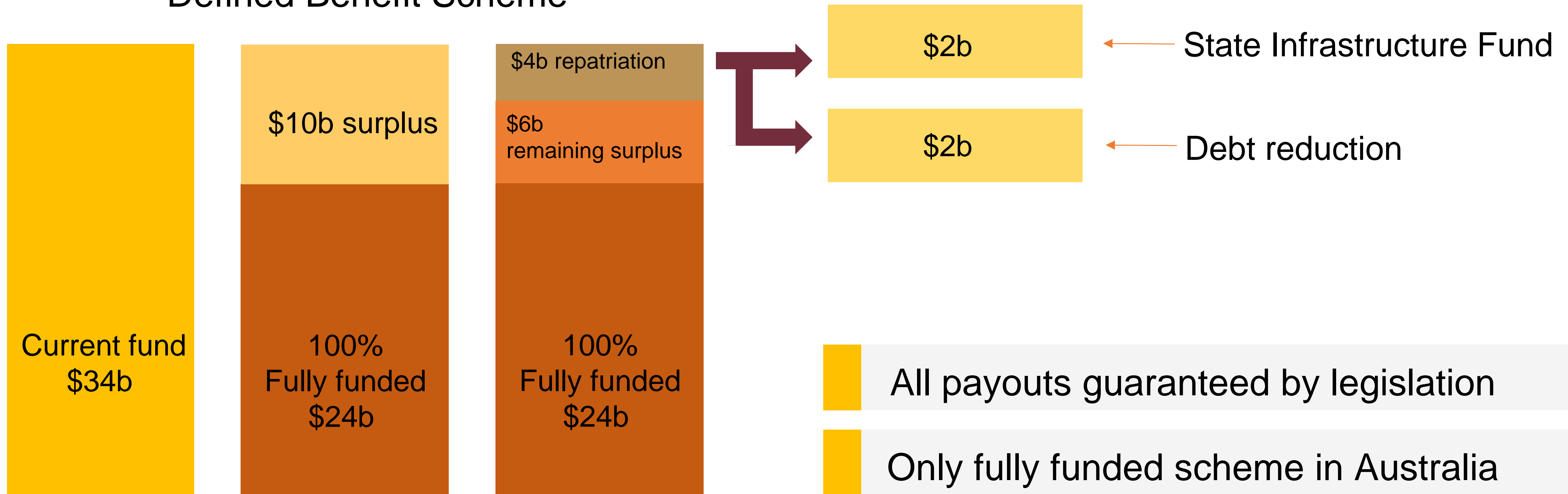
General government debt to revenue forecasts





Debt Action Plan

Defined Benefit Scheme

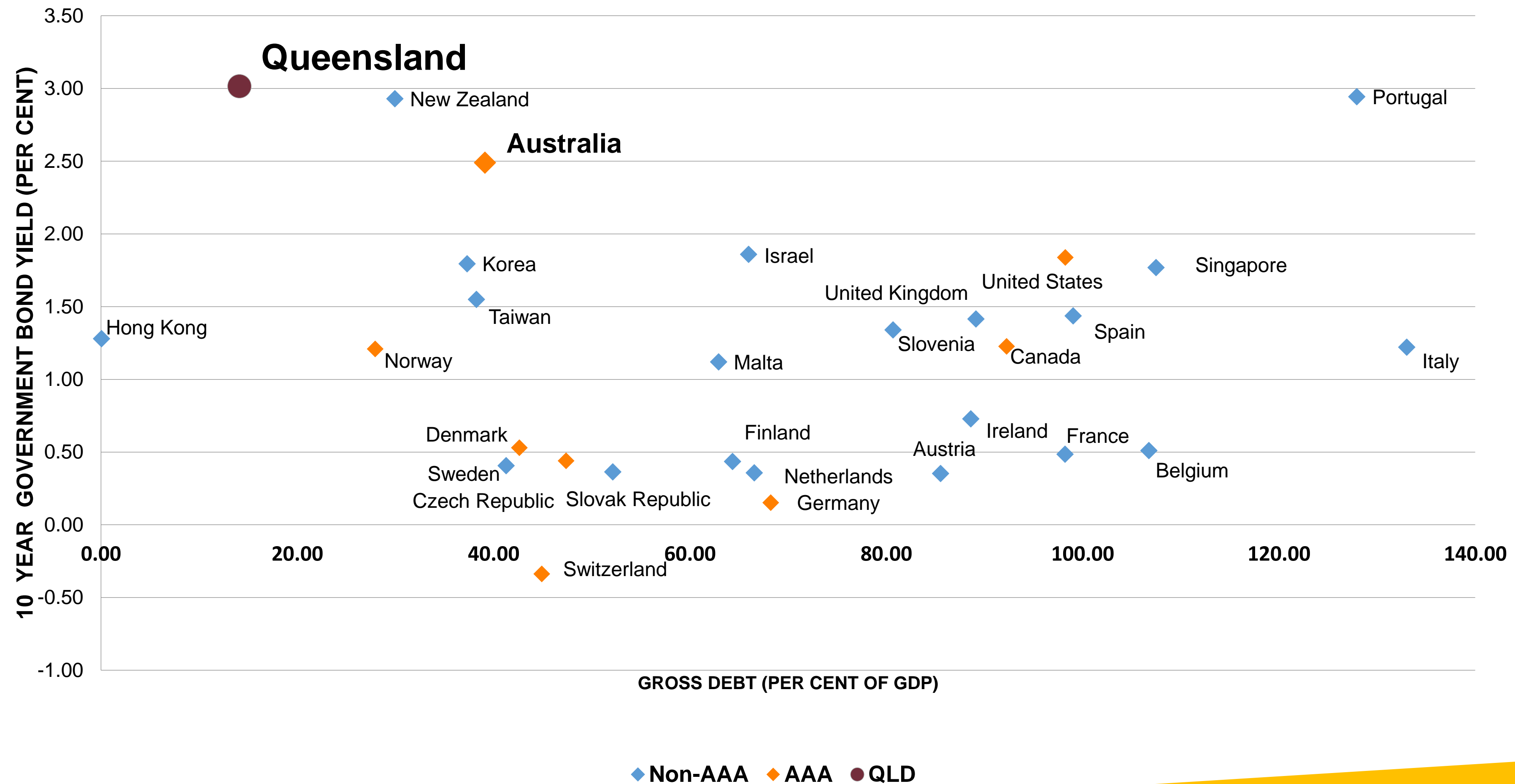


Scheme funding as at 30 June 2015



Peer comparison

Bond yields and gross debt levels for advanced economies





Growing
Innovation

Queensland Brain Institute



Growing innovation



\$405 million

Advance Queensland

Includes **\$225 million**

Advance Queensland acceleration

\$19.7 million

Biofutures roadmap



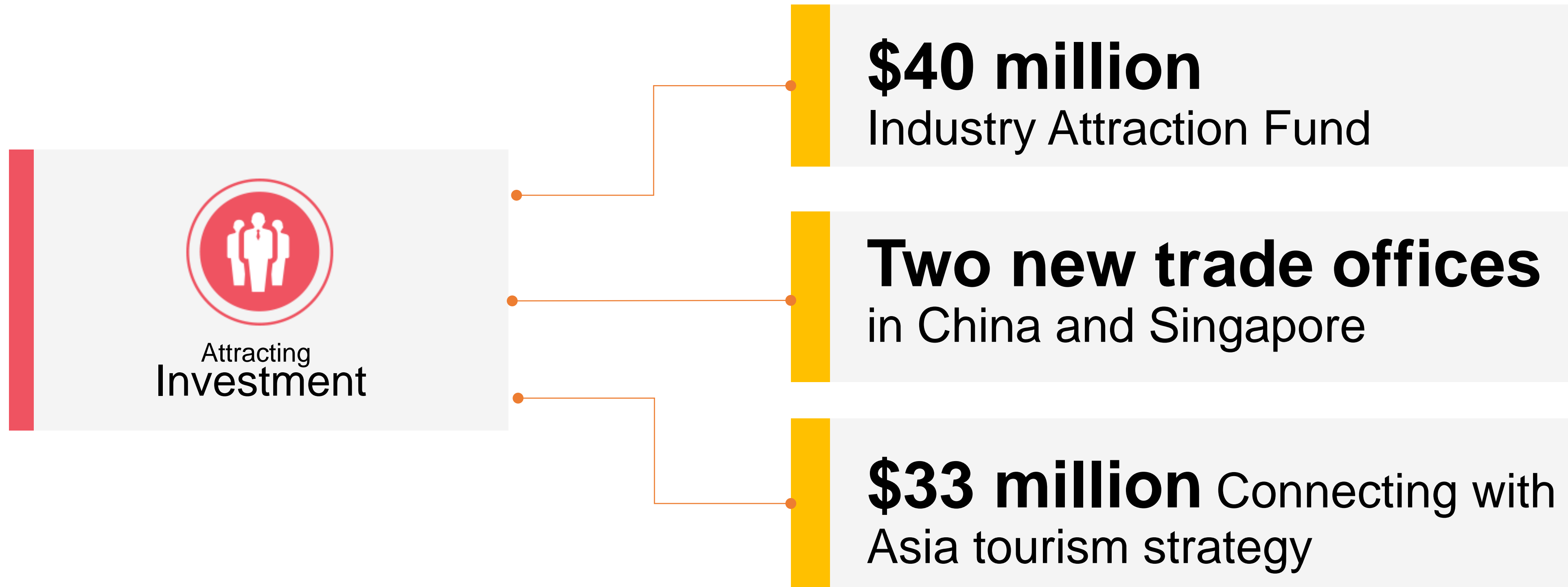
Attracting
Investment

US Navy biofuels





Attracting business investment





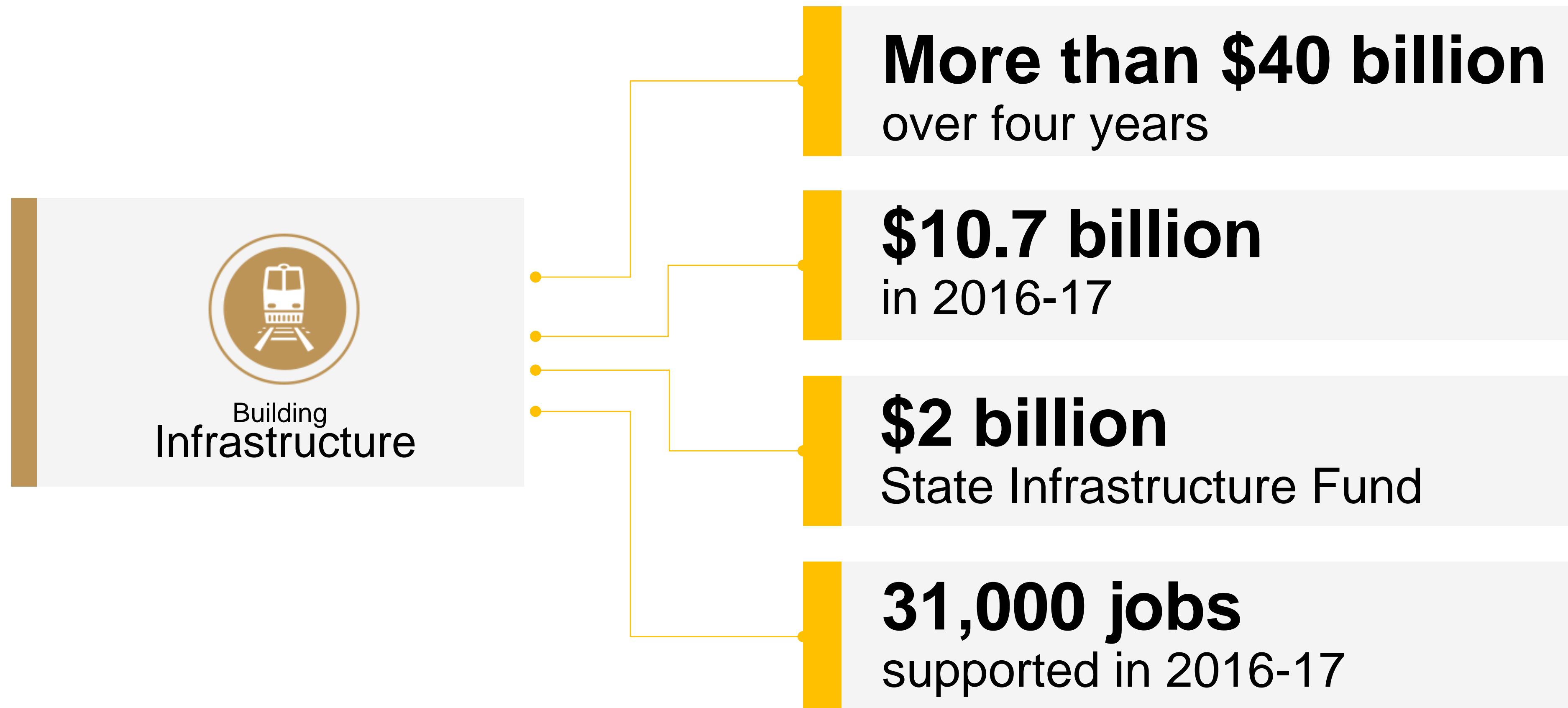
Building
Infrastructure

Gold Coast Light Rail





Building Infrastructure





Funding priority projects



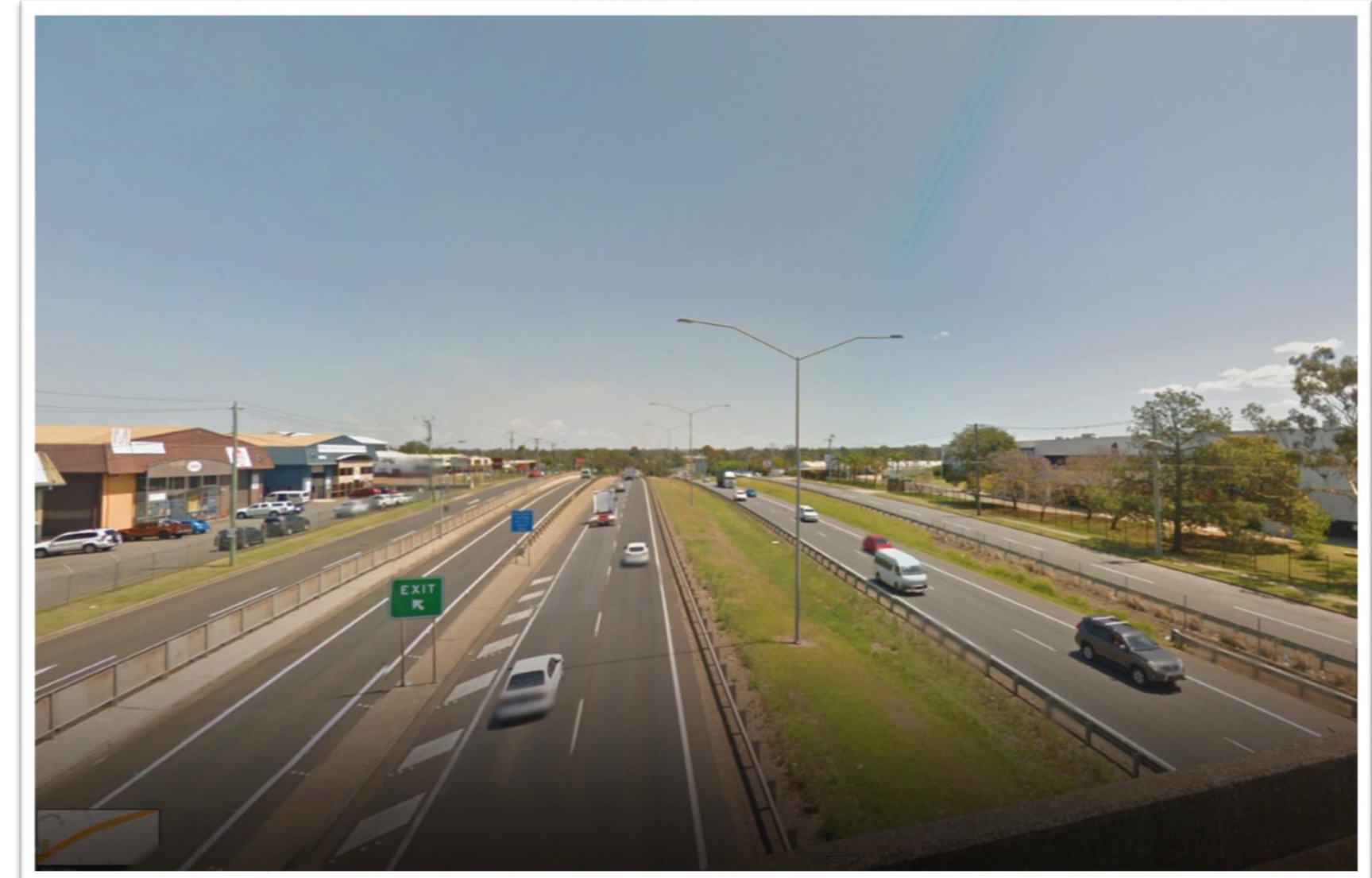
\$1.6 billion

Toowoomba Second Range Crossing



\$634 million

European Train Control System



\$130 million

Fixing priority bottlenecks



Cross River Rail

\$800 million

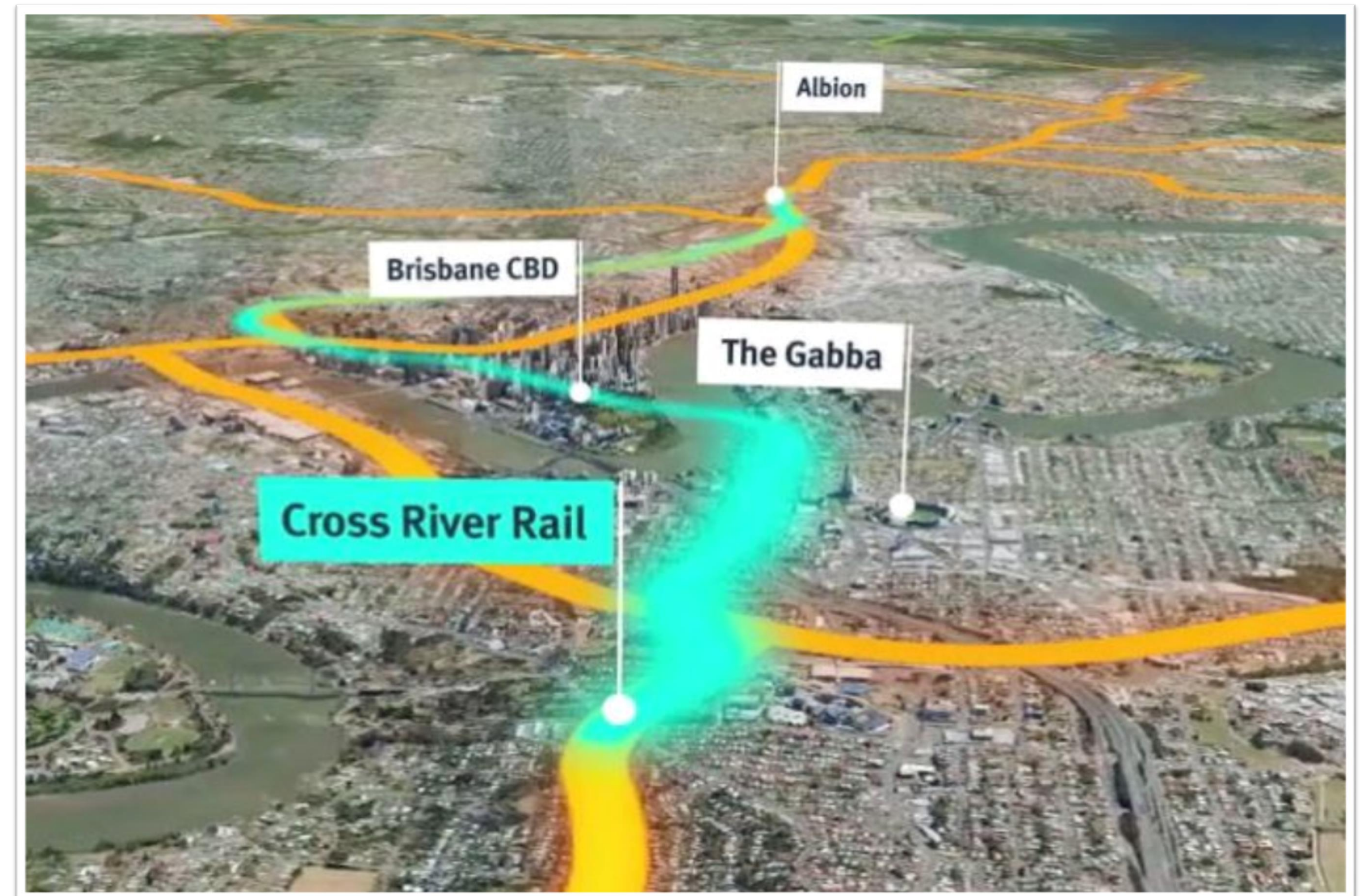
Infrastructure Fund investment

\$50 million

down payment in Budget

#1 Qld priority

for Infrastructure Australia





Market-led proposals



\$450 million

Logan Motorway
enhancement

1300 potential jobs

\$100 million

Queensland
Aquarium and
Maritime Museum

\$100 million

Brisbane International
Cruise Terminal

300 potential jobs



2018 Gold Coast Commonwealth Games

\$550 million

Health and Knowledge Precinct

\$122 million

Carrara Sports Precinct

Global investment

and sponsorship opportunities





Creating
Jobs





\$100 million Regional Back To Work



Creating
Jobs

\$10,000

for employers hiring regional workers

\$15,000

for hiring regional long-term jobseekers

8,000

regional jobs supported



Advancing Queensland's Economy



Growing
Innovation



Attracting
Investment



Building
Infrastructure



Creating
Jobs