

TREASURY EXECUTIVE MINUTE

Minute No. 20100285

8 February 2010

Treasurer

THE R&D TAX INCENTIVE — SUBMISSIONS ON EXPOSURE DRAFT LEGISLATION

Section 22

- The abolition of the existing R&D Tax Concession alone is not sufficient to fund the new scheme. Savings in the order of \$100 million per year need to be found, either within the new scheme or elsewhere.

Section 22

- AusIndustry has now indicated that it can produce information that may allow us to model the budget impact of specific changes to the definition in more detail. Without such information, we are unable to provide anything beyond an 'on balance' judgment as to what combination of changes are likely to deliver the level of savings required (Minute No. 2009/3357 refers).

Section 22

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Pages 2, 3 and 4 section 22