

Senate Community Affairs Committee

ANSWERS TO ESTIMATES QUESTIONS ON NOTICE

HEALTH PORTFOLIO

Budget Estimates 2014 - 2015, 2/3 June 2014

Ref No: SQ14-000669

OUTCOME: 6 - Private Health

Topic: Private Health Insurance Administration Council Merger

Type of Question: Written Question on Notice

Senator: McLucas, Jan

Question:

What is the quantum of savings to government resulting from the decision to merge the PHIAC into APRA? What are these savings generated from or caused by?

Answer:

There are no savings to Government resulting from this measure.

The Private Health Insurance industry funds the Private Health Insurance Administration Council through cost recovery arrangements. There will be a reduction in the cost recovery levy as a result of this measure, but the exact quantum will be determined as the transition proceeds.