

**Senate Standing Committee on Economics**

**ANSWERS TO QUESTIONS ON NOTICE**

**Treasury Portfolio**

Additional Estimates

26 February 2014

**Question:**     **AET 3048**

**Topic:**        **MySuper reforms**

**Hansard Page:**     **page 117, 26 February 2014**

**Senator Bushby asked:**

Do you have any idea of what the cost to industry and government of the policy reform would be? Was there any assessment undertaken of the cost across industry—also within government—of having to develop and implement the MySuper reforms?

**Answer:**

A qualitative analysis of the costs and benefits of the MySuper reforms was included in the Regulation Impact Statement (RIS) 'Stronger super implementation – September 2011, prepared by the Treasury. Stronger Super covered a range of measures including MySuper, governance in superannuation, SuperStream and self-managed superannuation fund reforms.

The RIS was released by the Office of Best Practice Regulation on 17 October 2011, and can be found at <http://ris.dpmc.gov.au/files/2011/10/03-Stronger-Super-RIS.pdf>.

The RIS notes that “(t)he Stronger Super reforms are expected to deliver significant fee savings for members, estimated at \$1.55 billion per year in the short term, rising to \$2.7 billion per year over the longer term”. Of these savings, it also notes that “Ernst & Young has estimated the SuperStream proposals could save up to \$1 billion per year in fees and costs.”