

Senate Economics Legislation Committee

ANSWERS TO QUESTIONS ON NOTICE

Treasury Portfolio

Additional Estimates

2016 - 2017

Division/Agency: Budget Policy Division

Question No: 221

Topic: 2016-17 MYEFO measure – Sunshine Coast Airport Concessional Loan

Reference: Written

Senator: Ketter, Chris

Question:

1. What is the assumption for the interest rate on the concessional loan?
2. What is the reason for the profile in the measure being “not for publication”?

Answer:

1. The interest rate on the concessional loan for the Sunshine Coast Airport is based on the Commonwealth Government’s weighted average cost of borrowing in the most recent Budget or Mid-Year Economic and Fiscal Outlook prior to the 2016-17 MYEFO, which was the 2016-17 Budget.
2. The profile of the measure was not for publication (nfp) at the 2016-17 MYEFO as the construction schedule for the project and the details of the investor transaction were yet to be agreed. These factors impact the timing of the loan drawdown and the associated interest payments.