

Appendix E: Research and consultancies

Papers presented at the Tax and Transfer Policy Conference

The Tax and Transfer Policy Conference was held on 18 and 19 June 2009. It was jointly hosted by the Melbourne Institute of Applied Economic and Social Research and the Review Panel. Around 150 people attended, including Australian and international experts on tax and transfer policy. The papers presented at the conference are available on the Australia's Future Tax System website (www.taxreview.treasury.gov.au).

Papers

Speakers at the conference provided papers to support their presentations.

Professor Alan Auerbach, University of California, United States
Directions in tax and transfer theory

Professor Richard Bird (and Michael Smart), University of Toronto, Canada
Assigning state taxes in a federal country: The case of Australia

Professor Sijbren Cnossen, University of Maastrich, The Netherlands
Excise taxation in Australia

Professor Richard Disney, University of Nottingham, United Kingdom
Australia: Issues in the tax treatment of pensions and housing

Professor John Freebairn, University of Melbourne
Environmental taxation and its possible application in Australia

Professor Christopher Heady, University of Kent, United Kingdom
Directions in overseas tax policy

Professor Michael Keane, University of Technology Sydney
The tax-transfer system and labour supply

Professor Joel Slemrod, University of Michigan, United States
Complexity in the Australian tax and transfer system

Professor Peter Birch Sørensen (and Shane Johnson), University of Copenhagen, Denmark
Taxing capital income – options for reform in Australia

Professor Peter Whiteford, University of New South Wales
Transfer issues and directions for reform: Australian transfer policy in comparative perspective

Discussants

Discussants reviewed the papers and provided presentations (some of these were documented in PowerPoint and are available on the Australia's Future Tax System website).

Professor Patricia Apps, University of Sydney

Professor Alan Auerbach, University of California, United States

Mr Matt Benge, Inland Revenue Department, New Zealand

Mr Don Challen, Department of Treasury and Finance, Tasmania

Professor Harry Clarke, La Trobe University

Professor Julian Disney AO, University of New South Wales

Professor Chris Evans, University of New South Wales

Professor John Freebairn, University of Melbourne

Professor Quentin Grafton, Australian National University

Mr Matthew Ryan, taxation policy consultant

Mr David Smith, Queensland Treasury

Professor Peter Birch Sørensen, University of Copenhagen, Denmark

Professor Richard J Vann, University of Sydney

Professor Neil Warren, University of New South Wales

Professor Gavin Wood, RMIT University

Professor Mark Wooden, University of Melbourne

Research papers

The Review commissioned research papers on specific areas of tax policy. These papers are available on the Australia's Future Tax System website (www.taxreview.treasury.gov.au).

Professor Harry Clarke and Dr David Prentice, La Trobe University

A conceptual framework for the reform of taxes related to roads and transport

Colmar Brunton Social Research

Perceptions and attitudes towards the current tax and transfer system: Public meetings and

Perceptions and attitudes towards the current tax and transfer system: Focus groups

Lindsay Hogan and Rebecca McCallum, Australian Bureau of Agricultural and Resource Economics

Non-renewable resource taxation in Australia

Professor Andrew Leigh, Australian National University

The impact of the tax-transfer system on education and skills in Australia

KPMG Econtech

CGE analysis of the current Australian tax system

PriceWaterhouseCoopers

Small Medium Enterprises Total Tax Contribution Report

Andrew Reeson and Simon Dunstall, CSIRO

Behavioural economics and complex decision making: Implications for the Australian tax and transfer system

Professor Michael Sherris and Associate Professor John Evans, University of New South Wales

Longevity management issues for Australia's Future Tax System

Dr George Kudrna and Professor Alan Woodland, University of New South Wales

Simulating policy change using a dynamic overlapping generations model of the Australian economy'

Professor Gavin Wood, Australian Housing and Urban Research Institute (AHURI),

Associate Professor Miranda Stewart, University of Melbourne and Dr Rachel Ong, Curtin University of Technology

Housing taxation and transfers: Research study for the Australian Treasury

Seminar speakers

The AFTS Secretariat hosted a series of seminars for Treasury staff on issues relevant to the Review. The external presenters were:

Professor Patricia Apps,
University of Sydney

Professor Valerie Braithwaite,
Australian National University

Mr Robert Carling,
Centre for Independent Studies

Professor Deborah Cobb-Clark,
Australian National University

Adjunct Professor David Collins,
Macquarie University

Professor Sinclair Davidson,
RMIT University

Professor Bob Deutsch, Atax,
University of New South Wales

Dr Brett Freudenberg,
Griffith University

Dr Matthew Gray,
Australian Institute of Family Studies

Dr Steve Hatfield-Dodds,
Department of Climate Change

Professor Chris Heady,
University of Kent

Mr Richard Highfield,
Centre for Tax Policy and
Administration, OECD

Adjunct Professor Steve Holloway,
University of Canberra

Dr David Ingles,
Australia Institute

Dr Simon Kelly, NATSEM,
University of Canberra

Professor Rick Krever,
Monash University

Professor Helen Lapsley,
University of New South Wales

Professor Andrew Leigh,
Australian National University

Mr Gordon Mackenzie, Atax,
University of New South Wales

Mr Vince Mangioni,
University of Technology, Sydney

Professor Myles McGregor-Lowndes,
Australian Centre for Philanthropy and
Nonprofit Studies

Mr David Mitchell,
Bureau of Infrastructure, Transport and
Regional Economics

Mr Peter Mullins,
Australian Taxation Office

Mr Ken Oliver,
Department of Education, Employment
and Workplace Relations

Ms Jocelyn Pech PSM,
Australian Fair Pay Commission
Secretariat

Ms Julia Perry,
Social policy analyst

Associate Professor Jeff Pope,
Curtin University

Professor John Quiggin,
University of Queensland

Mr Matthew Ryan,
Taxation policy consultant

Dr Julie P Smith,
Australian National University

Associate Professor Michael Walpole,
Atax, University of New South Wales

Professor Peter Whiteford,
University of New South Wales

Honorary Associate Professor Judy Yates,
University of Sydney

Consultants

The Review commissioned a range of consultancies to provide advice, including the review of the content of this report and communications advice.

Colmar Brunton Social Research — for the facilitation and conduct of public meetings and focus groups

Mark Dando, Jeff Fitzgibbon, Wendy Hamilton — for communication advice and editing services

Professor John Freebairn (University of Melbourne) — for review and advice on draft content of the final report

David Glynne Jones — for advice on service delivery trends and input to the Client Experience Reference Group

Melbourne Institute of Applied Economic and Social Research — for hosting the Tax and Transfer Policy Conference

Andrew Robertson — for advice on longevity risks

Ken Spence of Greenwoods and Freehills — for review and advice on draft content of the final report

Other contributors and commentators

The following contributors reviewed draft content or provided information or advice during the Review.

John Austen, Infrastructure Australia

Donna Ah Chee, Central Australian Aboriginal Congress

Professor John Braithwaite, Australian National University

Dave Elsmore, Queensland Philatelic Federation

Dr Mark Harvey, Bureau of Infrastructure, Transport and Regional Economics

Professor Christopher Heady, OECD

Professor Flavio Menezes, University of Queensland

Sean O'Shannassy, NSW Road Traffic Authority

Professor John Quiggin, University of Queensland

Tony Richards, Reserve Bank of Australia

Paul Roe, Infrastructure Australia

Ben Smith, Australian National University

Appendix F: Secretariat and support

A secretariat was established in the Treasury to assist the Review Panel. It consisted of approximately 35 staff, drawn from within the Treasury, the Department of Education, Employment and Workplace Relations, the Department of Families, Housing, Community Services and Indigenous Affairs, the Australian Taxation Office and Centrelink.

The Secretariat was assisted by other areas in the Treasury, a Taskforce set up in the Department of Families, Housing, Community Services and Indigenous Affairs, the Australian Taxation Office and a range of other Commonwealth departments and agencies. It also received assistance from State treasuries.

References

- Abhayaratna, T & Johnson, S 2009, 'Revisiting tax losses', *Australian Tax Forum*, vol. 24, pp. 59–76.
- Abhayaratna, J & Lattimore, R 2006, *Workforce participation rates – How does Australia compare?*, staff working paper, Productivity Commission, Canberra.
- Afonso, A, Schuknecht, L & Tanzi, V 2003, *Public sector efficiency: An international comparison*, Working Paper no. 242, European Central Bank.
- Akerlof, G 1978, 'The economics of "tagging" as applied to the optimal income tax, welfare programs and manpower planning', *American Economic Review*, vol. 68, March, pp. 8–19.
- Amies, M 1999, *Gambling: Is it a health hazard?*, Department of Health and Aged Care, Occasional Papers New Series no. 2, Department of Health and Aged Care, Canberra.
- Arnett, J 2000, 'Optimistic bias in adolescent and adult smokers and nonsmokers', *Addictive Behaviours*, vol. 25, no. 4, pp. 625–32.
- Arnold, J 2008, *Do tax structures affect aggregate economic growth?: Empirical evidence from a panel of OECD countries*, Working Paper no. 643, OECD Economics Department.
- Arulampalam, Devereux & Maffini 2009, *The direct incidence of corporate income tax on wages*, Working Paper 09/17, Oxford University Centre for Business Taxation, Oxford.
- Asprey, K (Chairman), Lloyd, J, Parsons, R & Wood, K 1975, *Taxation Review Committee – Full Report*, AGPS, Canberra.
- Atkinson, AB & Stiglitz, JE 1976, 'The design of tax structure: direct versus indirect taxation', *Journal of Public Economics*, vol. 6, pp. 55–75.
- Auerbach, AJ 1979, 'Inflation and the choice of asset life', *Journal of Political Economy*, vol. 87, pp. 621–38.
- Auerbach, AJ 2010 (forthcoming), 'Directions in tax and transfer theory', paper prepared for Australia's Future Tax System Review, Tax and Transfer Policy Conference, Melbourne.
- Australian Bureau of Agricultural and Resource Economics (Hogan, L & McCallum, R) 2010, *Non-renewable resource taxation in Australia*, prepared for The Treasury, Canberra.
- Australian Bureau of Statistics (ABS) 2000, *Australian national accounts: Concepts, sources and methods*, cat. no. 5216.0, ABS, Canberra.
- – 2002, *Measuring Australia's progress*, cat. no. 1370.0, ABS, Canberra.
- – 2005, *Household expenditure survey, 2003–04*, ABS, Canberra.

- – 2005a, *Australian system of government finance statistics: concepts, sources and methods*, cat. no. 5514.0, ABS, Canberra.
- – 2006a, *Australian historical population statistics 2006*, cat. no. 3105.0.65.001, ABS, Canberra.
- – 2006b, *Census of population and housing*, ABS, Canberra.
- – 2006c, *Household expenditure survey, Australia: Detailed expenditure items, 2003–04*, cat. no. 6535.0.55.001, ABS, Canberra.
- – 2006d, *National Aboriginal and Torres Strait Islander health survey, Australia 2004–05*, cat. no. 4715.0, ABS, Canberra.
- – 2006e, *Gambling services 2004–05*, cat. no. 8684.0, ABS, Canberra.
- – 2007, *Household wealth and wealth distribution, Australia 2005–06*, cat. no. 6554.0, ABS, Canberra.
- – 2007a, *Australian social trends 2007*, cat. no. 4102.0, ABS, Canberra.
- – 2008, *Australian historical population statistics 2008*, cat. no. 3105.0.65.001, ABS, Canberra.
- – 2008a, *International investment position, Australia: supplementary statistics 2008*, cat. no. 5352.0, ABS, Canberra.
- – 2009, *Government finance statistics, Australia 2007–08*, cat. no. 5512.0, ABS, Canberra.
- – 2009a, *Australian system of national accounts: National income, expenditure and product, June quarter 2009*, cat. no. 5206.0, ABS, Canberra.
- – 2009b, *Australian system of national accounts, 2007–08*, cat. no. 5204.0, ABS, Canberra.
- – 2009c, *Apparent consumption of alcohol, Australia 2007–08*, cat. no. 4307.0.55.001, ABS, Canberra.
- – 2009d, *Taxation revenue, Australia 2007–08*, cat. no. 5506.0, ABS, Canberra.
- – 2009e, *Average weekly earnings*, cat. no. 6302.0, ABS, Canberra.
- – 2009f, *Labour force, Australia*, ABS cat. no. 6202.0, ABS, Canberra.
- – 2009g, *Labour force, Australia: Labour force status and other characteristics of families*, cat. no. 6224.0.55.001, ABS, Canberra.
- – 2009h, *Australian system of national accounts 2008–09*, cat. no. 5204, ABS, Canberra.
- – 2009i, *Deaths, Australia 2008*, cat. no. 3302.0, ABS, Canberra.
- – 2009j, *Housing finance, Australia*, cat. no. 5609.0, ABS, Canberra.

Australian Communications and Media Authority (ACMA) 2009, *Annual Report 2008–09*, ACMA, Melbourne.

Australian Energy Regulator (AER) 2008, *Review of the weighted average cost of capital (WACC) parameters for electricity transmission and distribution*, issues paper, AER, viewed 8 December 2009, <www.aer.gov.au>.

Australian Government 2005, *2005–06 Budget Paper No. 2*, Australian Government, Canberra.

- – 2006, *Rethinking regulation: report of the taskforce on reducing regulatory burdens on business*, Australian Government, Canberra.
- – 2006a, *International comparison of Australia's taxes*, Australian Government, Canberra.
- – 2007, *Report of the task group on emissions trading*, May, Chapter 3, Australian Government, Canberra.
- – 2007a, *Intergenerational report 2007*, Australian Government, Canberra.
- – 2008, *Carbon Pollution Reduction Scheme: Australia's low pollution future*, White Paper, Australian Government, Canberra.
- – 2008a, *Final Budget outcome 2007–08*, Australian Government, Canberra.
- – 2008b, *Budget Strategy and Outlook: Budget Paper No. 1, 2008–09*, Australian Government, Canberra.
- – 2009a, *What are the average fees charged by long day care services in Australia?* Australian Government, viewed 14 December 2009, <<http://www.mychild.gov.au/longdaycareservice.htm>>.

Australian Government Information Management Office (AGIMO) 2008, *Interacting with government: Australians' use and satisfaction with e-government services*, AGIMO, Canberra.

Australian Institute of Health and Welfare (AIHW) 2005, *2004 National drug strategy household survey: Detailed findings*, Drug Statistics Series no. 16, cat. no. PHE 66, AIHW, Canberra.

- – 2007a, *National social housing survey, public housing national report*, AIHW, Canberra, viewed 14 December 2009, <www.aihw.gov.au/housing/assistance/nshs/nshs_2007/2007_nshs_pha_including_appendix_1.pdf>.
- – 2007b, *National social housing survey, community housing national report*, AIHW, Canberra, viewed 14 December 2009, <www.aihw.gov.au/housing/assistance/nshs/nshs_2007/2007_nshs_chnr_incl_appendix_1.pdf>
- – 2008, *2007 National drug strategy household survey: Detailed findings*, Drug Statistics Series no. 22, cat. no. PHE 107, AIHW, Canberra.
- – 2008a, *2007 National drug strategy household survey: First results*, Drug Statistics Series no. 20, cat. no. PHE 98, AIHW, Canberra.

- —2008b, *Australia's health 2008*, cat. no. AUS 99, AIHW, Canberra.
- —2008c, Who receives priority housing and how long do they stay, Bulletin 63, AIHW, Canberra.

Australian National Audit Office (ANAO) 2008, *Audit Report no. 32: Preparation of the tax expenditures statement*, Australian Government, Canberra.

Australian Prudential Regulation Authority (APRA) 2009, *Statistics: Half yearly general insurance bulletin, December 2008*, APRA, Sydney.

Australian Public Service Commission (APSC) 2008, *Australian public service statistical bulletin 2007-08*, APSC, Canberra.

Australian State of the Environment Committee (Beeton, R, Buckley, K, Jones, G, Morgan, D, Reichelt, R & Trewin, D) 2006, *Australia state of the environment 2006*, Independent report to the Australian Government, Canberra.

Australian Taxation Office (ATO) 2003, *Taxation statistics 2000-01*, ATO, Canberra.

- —2004, *Taxation statistics 2001-02*, ATO, Canberra.
- —2005, *Taxation statistics 2002-03*, ATO, Canberra.
- —2006, *Fringe benefits tax: A guide for employers*, NAT 1054-08.2006, ATO, Canberra.
- —2006a, *Taxation statistics 2003-04*, ATO, Canberra.
- —2007, *Tax basics for non-profit organisations: An overview of tax issues relating to non-profit organisations including charities, clubs, societies and organisations*, ATO, NAT 7966-05.2007, Canberra.
- —2007a, *Taxation statistics 2004-05*, ATO, Canberra.
- —2008, *Taxation statistics 2005-06*, ATO, Canberra.
- —2009, *Taxation statistics 2006-07*, ATO, Canberra.
- —2009a, *GST and gambling*, fact sheet, ATO, Canberra, viewed 6 November 2009, <www.ato.gov.au/content/downloads/bus11991nat3018012009.pdf>.
- —2009b, *Annual report 2008-09*, ATO, Canberra.
- —2009c, *General information about e-tax*, ATO, Canberra, viewed 8 December 2009, <www.ato.gov.au/individuals/content.asp?doc=/content/32185.htm>.

Australia's Future Tax System (AFTS) 2008, *Architecture of Australia's tax and transfer system*, Treasury, Canberra

- —2009, *The retirement income system: Report of strategic issues*, The Treasury, Canberra.

- Ayyagari, P, Deb, P, Fletcher, JM, Gallo, B & Sindelar, JL 2009, *Sin taxes: Do heterogeneous responses undercut their value?*, NBER Working Paper no. w15124, July, viewed 14 December 2009, <<http://ssrn.com/abstract=1434638>>.
- Baldry, J 1998, 'Income tax deductions for work-related expenses: the rationale examined', *Australian Economic Papers*, vol. 37, pp. 47-57.
- Bedi, J, Richards, A & Tennant, P 2003, *The characteristics and trading behaviour of dual-listed companies*, Research Discussion Paper 2003-06, RBA, viewed 8 December 2009, <www.rba.gov.au>.
- Begg, S, Vos, T, Barker, B, Stevenson, C, Stanley, L & Lopez, A 2007, *The burden of disease and injury in Australia 2003*, Australian Institute for Health and Welfare, Canberra.
- Bénassy-Quéré, A, Fontagné, L & Lahrière-Révil, A 2003, *Tax competition and foreign direct investment*, Working Paper no. 2003, 17 December 2003, Centre d'Etudes Prospectives et d'Informations Internationales, Paris.
- Bernheim, BD & Rangel, A 2004, 'Addiction and cue-triggered decision processes', *American Economic Review*, vol. 94, no. 5, pp. 1558-1590.
- Besley, T & Coate, S 1995, 'The design of income maintenance programmes', *Review of Economic Studies*, vol. 62, no. 2, pp. 187-221.
- Bingham, C 2003, *Impact of private savings and longer careers of retirement income*, Australian Government, Canberra.
- Bird, R & Smart, M 2009, *Assigning state taxes in a federal country: The case of Australia*, paper prepared for Australia's Future Tax System Review, Tax and Transfer Policy Conference, Melbourne.
- Boadway, R & Bruce, N 1984, 'A general proposition on the design of a neutral business tax', *Journal of Public Economics*, vol. 24, no. 2, pp. 231-239.
- Board of Taxation 2002, *Taxation of discretionary trusts – November 2002*, Australian Government, Canberra.
- – 2007, Scoping study of small business tax compliance costs, Australian Government, Canberra.
 - – 2008, Review of the legal framework for the administration of the GST, Australian Government, Canberra.
 - – 2009, Post-implementation review into the alienation of personal services income rules – October 2009, Australian Government, Canberra.
 - – 2010 (forthcoming), Review of the tax arrangements applying to managed investment trusts, Australian Government, Canberra.

Bovenberg, L & Goulder, L 2002, 'Environmental taxation and regulation in a second-best setting', in Auerbach, A & Feldstein, M (eds), *Handbook of Public Economics*, third edition, New York, North Holland.

BP 2009, *BP Statistical review of world energy, June 2009*, BP, London.

Bradbury, B 2008, *Housing wealth as retirement saving: Does the Australian model lead to over-consumption of housing?*, Luxembourg Wealth Study Working Paper Series, Working Paper no. 7, October 2008.

Bradley, A 2007, *'Mashups' and their relevance to the enterprise*, Gartner Research, San Antonio, Texas.

Brennan, E, Durkin, S, Wakefield, M & Dunlop, S 2007, *Victorian current and former smokers' quitting activity, and the impact of cessation aids, services and anti-smoking campaigns*, Centre for Behavioural Research in Cancer, Research Paper Series no. 29, The Cancer Council, Melbourne.

Breunig, R, Cobb-Clark, D & Gong, X 2008, 'Improving the modelling of couples' labour supply', *Economic Record*, vol. 84, Issue 267, pp. 466-485.

Breunig, R & Gisz, C 2009, 'An exploration of Australian petrol demand: Unobservable habits, irreversibility and some updated estimates', *Economic Record*, vol. 85, Issue 268, pp. 73-91.

Brewer, M, Saez, E, & Shephard, A 2008, *Means testing and tax rates on earning*, report prepared for the Mirlees Review, Institute for Fiscal Studies, London, viewed 15 December 2009, <www.ifs.org.uk/mirrleesreview>.

Briggs, L 2009, *All those who stand and wait – putting citizens at the centre*, presentation to the Institute of Public Policy Curtin University of Technology, 21 May 2009, Australian Public Service Commission, Canberra, viewed 8 December 2009, <www.apsc.gov.au/media/briggs210509.htm>.

Brinner, R 1976, 'Inflation, deferral and the neutral taxation of capital gains', *National Tax Journal*, vol. 26, no. 4, pp. 565-573.

Brown, EC 1948, 'Business-income taxation and investment incentives', *Income, employment and public policy: Essay in honour of Alvin H. Hansen*, Norton, New York, pp. 300-316.

Bureau of Infrastructure, Transport and Regional Economics (BITRE) 2008, *Moving urban Australia: Can congestion charging unclog our roads?*, Working Paper no. 74, pp. 29, BITRE, Canberra.

— — 2009a, *Australian transport statistics yearbook 2009*, BITRE, Canberra.

— — 2009b, *Road and rail freight: Competitors or complements?*, Information Paper no. 34, BITRE, Canberra.

Bureau of Transport and Economics (BTE) 2000, *Road crash costs in Australia*, Report 102, BTE, Canberra.

- Bureau of Transport and Regional Economics (BTRE) 2005, *Health impacts of transport emissions in Australia: Economic costs*, Working Paper no. 63, BTRE, Canberra.
- – 2007, *Estimating urban traffic and congestion cost trends for Australian cities*, Working Paper no. 71, BTRE, Canberra.
- Burke, T & Ralston, L 2003, *Analysis of expenditure patterns and levels of household indebtedness of public and private rental households, 1975 to 1999*, April, Australian Housing and Urban Research Institute.
- Cannavan, D, Finn, F & Gray, S 2004, 'The value of imputation tax credits in Australia', *Journal of Financial Economics*, vol. 73, pp. 167–197.
- Carling, R 2007, *A state income tax for Australia?*, Paper 9 for Atax UNSW Personal Income Tax Reform Symposium, April, Sydney.
- – 2008, *State tax reform: Progress and prospect*, Perspectives on tax reform (16), CIS Policy Monograph 82, Centre for Independent Studies, St Leonards.
- Carpenter, C & Cook, PJ 2007, *Cigarette taxes and youth smoking: New evidence from national, state, & local youth risk behavior surveys*, Working Paper no. 13046, National Bureau of Economic Research, Cambridge MA.
- Cass, B 1986, *Social security review*, Department of Social Security, Canberra.
- Centre for Behavioural Research in Cancer 2004, *View about increasing the tax on cigarettes for increased funding for quit smoking resources*, Memorandum to Todd Harper and Jane Martin Victorian Smoking and Health Program 2004, The Cancer Council Victoria, Melbourne.
- Centre for Gambling Research 2004, *2003 Victorian longitudinal community attitudes survey*, prepared for the Gambling Research Panel (Victoria), Australian National University, Canberra.
- Centre for International Economics 2009, *State business tax reform: Seeding the tax reform debate*, report prepared for the Business Coalition for Tax Reform, March, Canberra.
- – 2009a, *Benefits of trade and trade liberalisation*, report prepared for Department of Foreign Affairs and Trade, May 2009, Canberra.
- Centrelink 2009, *Guide to Australian Government payments*, Centrelink, Canberra, viewed on 14 December 2009, <[www.centrelink.gov.au/internet/internet.nsf/filestores/co029_090/\\$file/co029_0909en.pdf](http://www.centrelink.gov.au/internet/internet.nsf/filestores/co029_090/$file/co029_0909en.pdf)>.
- Chaloupka, FJ & Warner, KE 1999, *The economics of smoking*, Working Paper no. 7047, National Bureau of Economic Research, Cambridge MA.
- Chan, C, Forwood, D, Roper, H & Sayers, C 2009, *Public infrastructure financing – An international perspective*, staff working paper, March, Productivity Commission, Canberra.
- Chapman, B & Leigh, A 2006, *Do very high tax rates induce bunching? Implications for the design of income-contingent loan schemes*, Discussion Paper no. 521, Centre for Economic Policy Research, Australian National University, Canberra.

Clark, J, Pridmore, B & Stoney, N 2007, 'Trends in aggregate measures of Australia's corporate tax level', *Economic Roundup*, Winter, pp. 1-28.

Clarke, H & Hawkins, A 2006, 'Economic framework for Melbourne traffic planning', *Agenda*, vol. 13, no. 1, pp. 63-80.

Clarke, H & Prentice, D 2009, *A conceptual framework for the reform of taxes related to roads and transport*, research paper prepared for Australia's Future Tax System Review, Canberra.

Cnossen 2009, *Excise taxation in Australia*, draft paper prepared for Australia's Future Tax System Review, Tax and Transfer Policy Conference, Melbourne.

Collins, D & Lapsley, H 2008, *The avoidable costs of alcohol abuse in Australia and the potential benefits of effective policies to reduce the social costs of alcohol*, Department of Health and Ageing, Monograph Series no. 70, Canberra.

— — 2008b, *The costs of tobacco, alcohol and illicit drug abuse to Australian society in 2004/05*, Department of Health and Ageing, Monograph Series no. 64, Canberra.

Commonwealth Grants Commission 2002, *Report on state revenue sharing relativities, 2002 Update*, Canberra.

— — 2008a, *Police - assessment result*, Commonwealth Grants Commission, viewed 27 November 2009, <www.cgc.gov.au/__data/assets/pdf_file/0011/10802/21_U2008_Police.pdf>.

Commonwealth Ombudsman 2009, *Annual report 2008-09*, Canberra.

Commonwealth Scientific and Industrial Research Organisation (CSIRO) (unpublished), *Australian Stocks and Flows Framework*, CSIRO, Canberra.

Congressional Budget Office 1996, *The incidence of the corporate income tax*, Congressional Budget Office, Washington DC, viewed 17 November 2009, <www.cbo.gov/ftpdocs/3xx/doc304/corptax.pdf>.

Connolly, E 2007, *The effect of the Australian superannuation guarantee on household saving behaviour*, research discussion paper 2007-08, Reserve Bank of Australia.

Corlett, WJ & Hague, DC 1953, 'Complementarity and the excess burden of taxation', *Review of Economic Studies*, vol. 21, no. 1, pp. 21-30.

Council of Australian Governments (COAG) 2006, *Council of Australian Governments' meeting 10 February 2006, Communique*, Canberra.

— — 2008, *National partnership agreement on early childhood education*, December, COAG, Canberra.

— — 2009, *Investing in the early years - A national early childhood development strategy*, July, COAG, Canberra.

d'Abbs, P 2001, 'Living with alcohol: learning from the Northern Territory experience', *Drug and Alcohol Review*, vol. 20, pp. 253-255.

- Dandie, S & Mercante, J 2007, *Australian labour supply elasticities: Comparison and critical review*, Working Paper 2007-04, The Treasury, Canberra.
- Danish Hydrocarbon Tax Committee 2001, Abstract of Report from the Hydrocarbon Tax Committee, viewed 14 December 2009, <www.skm.dk/publikationer/udgivelser/1575/1922/>.
- DeLuca, D, Greenland, A, Guyton, J, Hennessy, S, & Kindlon, A 2005, *Measuring the tax compliance burden of small businesses*, IBM Business Consulting Services, viewed 8 December 2009, <www.irs.ustreas.gov/pub/irs-soi/05deluca.pdf>.
- De Mooij, R & Ederveen, S 2008, 'Corporate tax elasticities: A reader's guide to empirical findings', *Oxford Review of Economic Policy*, vol. 24, no. 4, pp. 680-697.
- Department of Education, Employment and Workplace Relations (DEEWR) 2008, *Review of Australian higher education (Bradley)*, DEEWR, Canberra.
- Department of the Environment, Water, Heritage and the Arts (DEWHA) 2007, *The south west marine bioregional plan*, DEWHA, Canberra, viewed 9 December 2009, <www.environment.gov.au/coasts/mbp/publications/south-west/pubs/sw-profile-full.pdf>.
- — 2009, *Species profile and threats database*, DEWHA, Canberra, viewed 9 December 2009, <www.environment.gov.au/cgi-bin/sprat/public/sprat.pl>.
- Department of Families, Housing, Community Services and Indigenous Affairs (FaHCSIA) 2005, *Living Australia: Research in Philanthropy in Australia – Summary of Findings*, Canberra.
- — 2008, *Pension Review background paper*, FaHCSIA, Canberra.
- — 2009, *Pension Review Report*, February, FaHCSIA, Canberra.
- — 2009a, 'Housing Assistance Act 1996', *FaHCSIA Annual Report 2006-07*, FaHCSIA, Canberra, viewed 14 December 2009, <www.fahcsia.gov.au/internet/facsinternet.nsf/aboutfacs/programs/house-haaintro.htm>.
- Department of Health and Ageing (DoHA) 2008, *Inquiry into residential and community aged care in Australia*, Submission to the Senate Finance and Public Administration Committee, Canberra.
- — 2009, DoHA, viewed 14 December 2009, <www.agedcareaustralia.gov.au>.
- — 2009a, *Report on the operation of the aged care Act 1997, 1 July 2008- 30 June 2009*, DoHA, viewed 14 December 2009, <www.health.gov.au/internet/main/publishing.nsf/Content/ageing-reports-acarep-2009.htm>.
- — 2009b, *Review of the aged care funding instrument*, DoHA, viewed 14 December 2009, <[www.health.gov.au/internet/main/publishing.nsf/Content/B00D5348BB43FC21CA257664007AD88E/\\$File/ReviewACFIDiscussionPaper.pdf](http://www.health.gov.au/internet/main/publishing.nsf/Content/B00D5348BB43FC21CA257664007AD88E/$File/ReviewACFIDiscussionPaper.pdf)>.

— — 2009c, *Schedule of resident fees and charges: from 20 September 2009*, viewed 14 December 2009,
<[www.health.gov.au/internet/main/publishing.nsf/content/EB43BB5495957846CA256F19000F6F52/\\$File/sched_fees_chg_20Sept_revised301009.pdf](http://www.health.gov.au/internet/main/publishing.nsf/content/EB43BB5495957846CA256F19000F6F52/$File/sched_fees_chg_20Sept_revised301009.pdf)>.

Department of Social Security (DSS) 1998, *Development of indicative budget standards for Australia*, research paper no. 74, Australian Government, Canberra.

Desai, M, Foley, C & Hines, J 2009, 'Domestic effects of the foreign activities of U.S. multinationals', *American Economic Journal: Economic Policy*, vol. 1, no. 1, pp. 181–203.

Devereux, M, Griffith, R & Klemm, A 2002, 'Corporate income tax reforms and international tax competition', *Economy Policy*, vol. 17, no. 35, pp. 450–495.

Devereux, MP & Sørensen, PB 2006, *The corporate income tax: international trends and options for fundamental reform*, European Economy, economic paper no. 264, December 2006, European Commission, Directorate General for Economic and Financial Affairs.

Diamond, P 1998, 'Optimal income taxation: an example with a u-shaped pattern of optimal marginal tax rates', *American Economic Review*, vol. 88, pp. 83–95.

Di Maio, A 2009, *Moving from citizen-centric to citizen-driven government*, Gartner Research, Milan, Italy.

Dockery, M, Ong, R, Whelan, S & Wood, G 2008, *The relationship between public housing wait lists, public housing tenure and labour market outcomes*, Australian Housing and Urban Research Institute Research, Report 9, viewed 14 December 2009,
<http://ahuri.edu.au/publications/download/nrv1_research_paper_9>.

Dockery, A, Ong, R, & Wood, G 2007, *Welfare traps in Australia: Do they bite?*, paper presented to the HILDA Survey Research Conference, 19–20 July, Melbourne.

Doll, R, Peto, R, Boreham, J & Sutherland, I 2004. 'Mortality in relation to smoking: 50 years' observations on male British doctors', *British Medical Journal*, 22 June, 328:1519.

Dunstall, S & Reeson, A 2009, *Behavioural economics and complex decision-making: Implications for the Australian tax and transfer system*, Commonwealth Scientific and Industrial Research Organisation, Canberra.

Dupuit, J 1844, 'On the measurement of the utility of public works', translated from the French *Annales des Ponts et Chaussées*, 2nd series, vol. 8, by RH Barback 1952 for International Economic Papers, no. 2, pp. 83–110, reprinted in Munby, D. (ed) 1968, *Transport: Selected Readings*, Penguin, Harmondsworth, Middlesex, pp. 19–57.

Duranton, G & Turner, MA 2009, *The fundamental law of road congestion: Evidence from US cities*, Working Paper no. 15376, National Bureau of Economic Research, September, Cambridge MA.

Ebrill, Keen, Bodin & Summers 2001, *The modern VAT*, International Monetary Fund.

- Edwards, G, Dumsday, R & Chisholm, A 1996, 'Australia's land and water: policies that ensure they are used efficiently', *Search*, vol. 27, no. 7, pp. 205–208, cited in Industry Commission 1997, *Role of economic instruments in managing the environment*, staff research paper, July, Industry Commission, Melbourne.
- England, RW & Mohr, RD 2003, 'Land development and current use assessment – a theoretical note', *Agricultural and Resource Economics Review*, vol. 32, issue. 1, pp. 46–52.
- Ergas 2008, *Policy issues in aging*, Australian Centre for Economic Research on Health, 2nd Annual Policy Forum, 22 February 2008, Brisbane.
- Eskeland, G & Devarajan, S 1995, *Taxing bads by taxing goods*, World Bank, Washington DC.
- European Commission (EC) 2008, *A vision of public governance in 2020*, EC, Rotterdam, The Netherlands.
- Evans, C 1998, 'The Australian capital gains tax: Rationale, review and reform', *Australian Tax Forum*, vol. 14, no. 3, pp. 287–323.
- – 2004, 'Taxing personal capital gains in Australia: causes of complexity and proposals for reform', *Australian Tax Forum*, vol. 19, no. 3, pp. 371–432.
- Evans, C, Ritchie, K Tran-Nam, B & Walpole, M 1997, *A report into taxpayer costs of compliance*, AGPS, Canberra.
- Fane, G 1987, 'Neutral taxation under uncertainty', *Journal of Public Economics*, vol. 33, issue 1, pp. 95–105.
- Fane, G & Smith, B 1986, 'Resource rent tax', in Trengove, CD (ed), *Australian energy policy in the eighties*, Centre of Policy Studies, Allen and Unwin, Sydney, pp. 209–240.
- Felix, RA 2007, *Passing the burden: Corporate tax incidence in open economies*, working paper, Federal Reserve Bank of Kansas City, viewed 15 December 2009, <www.kc.frb.org/Publicat/RegionalRWP/RRWP07-01.pdf>.
- Ferguson, IS, Dargwel, J, & Sheldon, G 1987, 'Problems and prospects in Victoria', in *Prospects for Australian hardwood forests*, Centre for Resource and Environmental Studies, Canberra, pp. 35.
- Fogarty, J 2008, *The demand for beer, wine and spirits: Insights from a meta analysis approach*, American Association of Wine Economics, Working Paper no. 31, viewed 20 November 2009, <www.wine-economics.org>.
- Fraser Institute 2008, *Global petroleum survey 2008*, June, Fraser Institute, Canada.
- Fraumeni, BM 1997, *The measurement of depreciation in the U.S. national income and product accounts, survey of current business*, United States Department of Commerce, Washington DC.
- Freebairn, J 2008, 'Some distributional issues in greenhouse gas policy design', paper presented at the Australian Agriculture and Resource Economists Society 52nd Annual Conference, 5–8 February, Canberra.

— — 2009, 'Reform of state taxes', in Evans, C & Krever, R (eds), *Australian business tax reform in retrospect and prospect*, Thompson Reuters, Sydney, pp. 517–536.

— — 2009a, 'Environmental taxation and its possible application in Australia', paper prepared for the Australia's Future Tax System Review, Tax and Transfer Policy Conference, Melbourne.

Fullerton, D, Leicester, A & Smith, S 2008, *Environmental taxes*, prepared for the Mirrlees Review, London, viewed 28 March 2009, <www.ifs.org.uk/mirrleesreview>.

Fullerton, D & Metcalf, GE 1997, *Environmental taxes and the double-dividend hypothesis: Did you really expect something for nothing?*, Working Paper no. 6199, September, National Bureau of Economic Research.

Fullerton, D & Wolverton, A 2000, 'Two generalizations of a deposit-refund scheme', *American Economic Review*, vol. 90, pp. 238–242.

Gabbitas, O & Eldridge, D 1998, *Directions for state tax reform*, staff research paper, Productivity Commission, AusInfo, Canberra.

Gabriel, M, Jacobs, K, Arthurson, K, Burke, T & Yates, J 2005, *Conceptualising and measuring the housing affordability problem*, background report for the Collaborative Research Venture: Housing affordability for lower income Australians, Australian Housing and Urban Research Institute, Melbourne.

Gale, WG, Hines, JR & Slemrod, J (eds) 2001, *Rethinking estate and gift taxation*, Brookings Institution Press, Washington DC.

Gale, WG & Perozak, MG 2001, 'Do estate taxes reduce saving?' in Gale, WG, Hines, JR & Slemrod, J (eds) 2001, *Rethinking estate and gift taxation*, pp. 216–257.

Garnaut, R 2002, 'Australia: A case study of unilateral trade liberalization', in Bhagwati, J (ed), *Going alone*, MIT Press, Cambridge, Massachusetts.

Garnaut, R 2008, *The Garnaut climate change review final report*, Cambridge University Press, Melbourne.

Garnaut, R & Ross, AC 1975, 'Uncertainty, risk aversion and the taxing of natural resource projects', *Economic Journal*, vol. 85, no. 338, pp. 272–287.

Gentry, W 2007, *A review of the evidence on the incidence of the corporate income tax*, Office of Tax Analysis (OTA) paper 101, OTA, December, United States Department of the Treasury, Washington, DC.

Geoscience Australia 2009, *Australia's identified mineral resources 2009*, Geoscience Australia, Canberra.

Gilmore, JH 1998, 'Welcome to the experience economy', *Harvard Business Review*, July/August.

Goulder, L & Parry, I 2000 'Green tax reform and the 'double dividend'', *Association of Environmental and Resource Economists Newsletter*, May, vol. 20, pp. 9–13.

- Gordon, R 1986, 'Taxation of investment and savings in a world economy', *American Economic Review*, vol. 76, pp. 1086–1102.
- Gordon, R & MacKie-Mason, J 1997, 'How much do taxes discourage incorporation?', *The Journal of Finance*, vol. LII, pp. 477–505.
- Greenfield, TK & Rogers, JD 1999, 'Who drinks most of the alcohol in the U.S.? The policy implications', *Journal of Studies on Alcohol*, vol. 60.
- Griffith, R, Hines, JR & Sørensen, PB 2009, 'International capital taxation', forthcoming in *The Mirrlees Review: Reforming the Tax System for the 21st Century*, Institute for Fiscal Studies, London.
- Gruber, J 2002, 'Smoking's "Internalities"', *Regulation*, Winter 2002–2003, pp. 52–57.
- Gruber, J & Köszegi, B 2001, 'Is addiction "rational"? Theory and evidence', *Quarterly Journal of Economics*, vol. 116, no. 4, pp. 1261–1303.
- – 2008, *A modern economic view of tobacco taxation*, International Union against Tuberculosis and Lung Disease, Paris.
- Gruber, J & Mullainathan, S 2002, *Do cigarette taxes make smokers happier?*, Working Paper no. 8872, National Bureau of Economic Research, Cambridge MA.
- Harding, A, Ngu Vu, Q, Payne, A, Percival, R 2006, 'Trends in effective marginal tax rates 1996–97 to 2006–07', *AMP.NATSEM Income and Wealth Report*, Issue 14.
- Harding, A, Phillips, B & Kelly, S 2004, 'Trends in housing stress', paper presented at the National Summit on Housing Affordability, 28 June, Canberra.
- Harding, A & Szukalska, A 2000, *Financial disadvantage in Australia – 1999: The unlucky Australians?*, November, National Centre for Economic and Social Modelling.
- Harvey 2001, *Review of state business taxes – Full report*, State Business Tax Review Committee, February, The Victorian Department of Treasury and Finance, viewed 7 December 2009, <[www.dtf.vic.gov.au/CA25713E0002EF43/WebObj/FullReport/\\$File/FullReport.pdf](http://www.dtf.vic.gov.au/CA25713E0002EF43/WebObj/FullReport/$File/FullReport.pdf)>.
- Harvey, MO 1999, 'Road pricing and cost recovery: An economic viewpoint', paper presented at the Road Funding, Pricing and Taxation Seminar, Adelaide.
- Hassett, K & Mathur, A 2006, *Taxes and wages*, Research Working Paper no. 128, June, American Enterprise Institute for Public Policy, Washington DC.
- Hau, TD 1992, *Economic fundamentals of road pricing: A diagrammatic analysis*, World Bank, policy Research Working Paper: Transport no. 1070, viewed 14 December 2009, <www.wds.worldbank.org/external/default/WDSContentServer/IW3P/IB/1992/12/01/000009265_3961004034330/Rendered/PDF/multi_page.pdf>.
- Heady, C 2009, *Directions in overseas tax policy*, paper prepared for Australia's Future Tax System Review, Tax and Transfer Policy Conference, Melbourne.

Hefferan, M & Boyd, T 2008, *An investigation into different land valuation methodologies for complex valuations for statutory purposes*, (forthcoming).

Henderson, RF, Harcourt, A & Harper, RJA 1970, *People in poverty: A Melbourne survey*, Institute of Applied Economic and Social Research, University of Melbourne, Cheshire, (reprinted with supplement 1975).

Henman, P 2005, *Updated costs of children using Australian budget standards*, report to the Ministerial Taskforce on Child Support, May, Canberra, viewed 15 December 2009, <[www.facsia.gov.au/internet/facsinternet.nsf/via/childcare/\\$File/costs_of_children.pdf](http://www.facsia.gov.au/internet/facsinternet.nsf/via/childcare/$File/costs_of_children.pdf)>.

Henry, K 2009, *The shape of things to come: Long run forces affecting the Australian economy in coming decade*, speech to the Queensland University of Technology Business Leaders' Forum, The Treasury, Canberra, viewed 14 December 2009, <www.treasury.gov.au/contentitem.asp?NavId=008&ContentID=1643>.

Highfield, R 2009, submission to Australia's Future Tax System Review, Canberra.

Hird, T 2007, *Hidden costs of stamp duty taxation*, Menzies Research Centre, Canberra.

HM Treasury 2007, *Business tax reform: Capital allowance changes technical note*, HM Treasury, United Kingdom, viewed 18 November 2009, <www.hm-treasury.gov.uk/d/consult_businessstaxreform171207.pdf>.

Hogan, W 2003, *Review of pricing arrangements in residential aged care*, Australian Government, Canberra.

Holmes, K 2009, *Asia-Pacific – taxation and investment*, New Zealand Individual Taxation, International Bureau of Fiscal Documentation, The Netherlands, viewed 14 December 2009, <http://online2.ibfd.org/collections/gthb/printversion/gthb_nz.html>.

Holz-Eakin, D, Phillips, JW & Rosen, HS 1993, 'The Carnegie Conjecture: Some empirical evidence', *Quarterly Journal of Economics*, vol. 108, pp. 413-435.

Hotelling, H 1913, 'The economics of exhaustible resources', *The Journal of Political Economy*, vol. 39, Issue 2, pp. 137-175.

House of Representatives 2001, *Public good conservation: Our Challenge for the 21st Century*, Environment & Heritage Standing Committee, Canberra.

Housing Institute of Australia (HIA) 2009, *HIA-Commonwealth Bank affordability report – September Quarter 2009*, HIA Economics Group, Canberra.

Hubbard, P 2009 'Urban congestion – why "free" roads are costly', *Economic Roundup*, issue 2, 2009, The Treasury, Canberra

Hurd, D 1987, 'Savings of the elderly and desired bequests', *American Economic Review*, vol. 77, no. 3, pp. 298-312.

Hurley, SF & Matthews, JP 2007, 'The Quit Benefits Model: A Markov model for assessing the health benefits and health care costs savings of quitting smoking', *Cost Effectiveness and Resource Allocation* vol. 5, issue. 2, pp. 1-20.

- Hymel, K 2009, 'Does traffic congestion reduce employment growth?', *Journal of Urban Economics*, vol. 65, Issue 2, pp. 127-135.
- International Monetary Fund (IMF) 2009a, *World economic outlook report*, October, IMF, Washington DC.
- – 2009b, *Debt bias and other distortions: crisis-related issues in tax policy*, June, IMF, Washington DC.
- Independent Gambling Authority 2003, *Study into the relationship between crime and problem gambling: Report to the Minister*, Independent Gambling Authority, Adelaide.
- Independent Pricing and Regulatory Tribunal of New South Wales (IPART) 2004, *Report on the determination of fares for Sydney ferries from 12 December 2004*, November, IPART, Sydney.
- – 2008, *Review of state taxation: Report to the Treasurer: Other industries – Final report*, IPART, October, Sydney.
- – 2009, *Review of taxi fares in NSW*, IPART, Sydney.
- Industry Commission 1991, *Mining and minerals processing in Australia*, Report no. 7, vol. 3, AGPS, Canberra.
- – 1995, *Assistance to agriculture and manufacturing industries*, Information Paper, AGPS, Canberra.
- – 1998, *A Full repairing lease: Inquiry into ecologically sustainable land management*, Inquiry Report, Industry Commission, Canberra.
- Infrastructure Australia 2008, *A report to the Council of Australian Governments*, Infrastructure Australia, Canberra.
- Inman, R 2003, 'Transfers and bailouts: Enforcing local fiscal discipline with lessons from U.S. federalism', in Rodden, J, Eskeland, G & Litvack, J (eds), *Fiscal decentralization and the challenge of hard budget constraints*, MIT Press, Cambridge MA.
- Inspector-General of Taxation (IGT) 2008, *Review of the potential revenue bias in private binding rulings involving large complex matters*, IGT, Canberra.
- – 2009, *Annual report 2008-09*, IGT, Canberra.
- Internal Revenue Service (IRS) 2008, *Internal Revenue Service data book 2008*, IRS, Washington DC.
- International Bureau of Fiscal Documentation (IBFD) 2009, *Europe – individual taxation*, IBFD, The Netherlands, viewed 14 December 2009, <<http://online2.ibfd.org/data/gvi/gvi/Gvi-net.doc.p0003.html>>.
- Investment and Financial Services Association (IFSA) 2007, *IFSA retirement income stream report*, IFSA, Sydney.

Ivers, R 2001, *Indigenous Australians and tobacco: A literature review*, Menzies School of Health Research and the Cooperative Research Centre for Aboriginal and Tropical Health.

Jablensky, A, McGrath, J, Herrman, H, Castle, D, Gureje, O, Morgan, V & Korten, A 1999, *People living with psychotic illness: An Australian study 1997-98*, Mental Health Branch, Commonwealth Department of Health and Aged Care, Canberra.

James, R, Anderson, M, Bexley, E, Devlin, M, Garnett, R, Marginson, S & Maxwell, L 2008, *Participation and equity: A review of the participation in higher education of people from low socioeconomic backgrounds and Indigenous people*, March, Universities Australia, Canberra.

Jaumotte, F 2003, *Female labour force participation: Past trends and main determinants in OECD countries*, OECD Economics Department Working Paper no. 376, OECD, Paris.

Johansson, A, Heady, C, Arnold, J, Brys, B, & Vartia, L 2008, *Tax and economic growth*, OECD Economics Department Working Paper no. 620, OECD, Paris.

Joint Committee of Public Accounts and Audit (JCPAA) 2008, *Tax administration*, report no. 410, Parliament of the Commonwealth of Australia, Canberra.

Jorm, A 1999, 'Association between smoking and mental disorders: Results from an Australian national prevalence survey', *Australian and New Zealand Journal of Public Health*, vol. 23, pp. 245-8.

Kalb, G 2007, 'Interaction of the tax and social security systems in Australia: The effect on effective marginal tax rates', *Australian Economic Review*, vol. 40, no. 2, pp. 186-93.

Kaplow, L 2006, 'Optimal income transfers', *International Tax and Public Finance*, Springer, vol. 14, issue. 3, pp. 295-325.

Kelly, S & Harding, A 2003, 'You can't rely on the old folks' money', *AMP.NATSEM Income and Wealth Report*, issue 5, June.

Kennedy, S, Stoney, N & Vance, L 2009, 'Labour force participation and the influence of educational attainment', *Treasury Economic Roundup*, Issue 3, The Treasury, Canberra.

Keynes, JM 1936, *The general theory of employment, interest and money*, McMillan, London.

KPMG 2009, *KPMG's corporate and indirect tax rate survey 2009*, viewed 10 December 2009, <www.kpmg.com/AU/en/IssuesAndInsights/ArticlesPublications/Pages/KPMG-Corporate-and-Indirect-Tax-Rate-Survey-2009.aspx>.

KPMG Econtech 2009, *CGE Analysis of the Current Australian Tax System*, KPMG, Canberra.

Larsen, M, Pilegaard, N & Van Ommeren, JN 2008, *Evaluating transport projects in a multiregional equilibrium job search model, in traffic, road pricing and the environment*, Springer, pp. 133-164.

Laws P, Grayson, N & Sullivan, E 2006, *Smoking and pregnancy*, cat. no. PER 33, AIHW, National Perinatal Statistics Unit, Sydney.

Leigh, A 2009, 'What evidence should social policymakers use?', *Treasury Economic Roundup*, Issue 1, The Treasury, Canberra.

– – 2009a, *How do stamp duties affect the housing market?*, Australian National University, viewed 10 November 2009, <<http://econrsss.anu.edu.au/~aleigh/pdf/StampDuty.pdf>>.

Levies Revenue Service 2008, *Report to stakeholders 2007–08*, Levies Revenue Service, Canberra.

Lim-Applegate, H, McLean, P, Lindenmayer, P & Wallace, B 2005, *Part rate pensioners: characteristics and changes*, Australian Government, Canberra.

Loretz, S 2008, 'Corporate taxation in the OECD in a wider context', *Oxford Review of Economic Policy*, vol. 24, pp. 639–660.

Lubowski, R, Plantinga, A & Stavins, R 2005, *Land use change and carbon sinks: Econometric estimation of the carbon sequestration supply function*, RRP-2005-01, JFK School of Government.

Lucas, R Jr 1988, 'On the mechanics of economic development', *Journal of Monetary Economics* vol. 22, Issue 1, pp. 3–42.

Madden, P 2009, 'Standard Business Reporting – an idea whose time starts now', *Treasury Economic Roundup*, issue 3, pp. 1–18, The Treasury, Canberra.

Mangioni, V 2006, *Land tax in Australia*, Australian Property Publications, Bondi.

Markle, K & Shackelford, D 2009, *Do multinationals or domestic firms face higher effective tax rates?*, Working Paper no. 15091, National Bureau of Economic Research, Cambridge, viewed 8 December 2009, <<http://www.nber.org/papers/w15091>>.

Marsden Jacob Associates 2001, *Forestry and national competition policy*, report to the Australian Conservation Foundation, Melbourne.

McCarthy, M 2009, *Approval for an increase in tax on cigarettes, approval for banning of duty free sale of cigarettes, and the likely impact of a price increase of cigarettes: Findings from the 2008 smoking and health survey*, Centre for Behavioural Research in Cancer, Cancer Council Victoria, Melbourne.

McClements, LD 1978, *The economics of social security*, Heinemann Educational, London.

McNeill, J & Dollery, BE 2003, 'Calculating developer charges for urban infrastructure: A feasible method for applying marginal cost pricing', *Engineering Economist*, vol. 48, no. 3, pp. 1–23.

Meghir, C & Phillips, D 2009, *Labour supply and taxes*, Institute of Fiscal Studies, London.

Melbourne Institute 2009, *Families, incomes and jobs: A statistical report on waves 1 to 6 of the HILDA survey*, vol. 4, Department of Families, Housing, Community Service and Indigenous Affairs, Canberra.

Moffitt, R 2008, *Commentary on Brewer, Saez and Shephard, Optimal household labour income and transfer programs: an application to the UK*, (10 August 2007 version), prepared for the Mirrlees Review, Institute for Fiscal Studies, London, viewed 14 December 2009, <www.ifs.org.uk/mirrleesreview>.

Moore, M 2009, 'Pub facts on tap at last', *Sydney Morning Herald*, February 21, viewed 19 November 2009, <www.smh.com.au/opinion/pub-facts-on-tap-at-last-20090220-8dku.html>.

Moran, A, Chisholm, A & Porter, M (eds) 1991, *Markets, resources and the environment*, Tasman Institute, National Priorities Project, Allen and Unwin.

Mues C, Moon, L & Grivas, J 1996, *Land care tax provisions: Deductions versus alternative instruments*, research report 96.6, Association of Environmental and Resource Economists, Canberra.

Musgrave, R 1959, *The theory of public finance*, McGraw-Hill, New York.

Musgrave, R 1983, 'Who should tax, where and what?', in McLure, C Jr (ed), *Tax assignment in federal countries*, Australian National University Press, Canberra.

National Health and Hospitals Reform Commission (NHHRC) 2009, *A healthier future for all Australians – Final Report of the National Health and Hospitals Reform Commission*, Australian Government, Canberra.

National Housing Strategy 1991, *The affordability of Australian housing*, AGPS, Canberra.

National Housing Supply Council 2009, *State of supply report 2008*, Australian Government, Canberra.

National Preventative Health Taskforce 2009, *Australia: The healthiest country by 2020 – National preventative health strategy: The roadmap for action*, Department of Health and Ageing, Canberra.

– – 2009, *Tobacco control in Australia*, Department of Health and Ageing, Canberra , pp. 13.

National Roundtable of Nonprofit Organisations 2007, *The assessment of charitable status in Australia. Current practice and recommendations for improvement*, November, National Roundtable of Nonprofit Organisations.

National Taxpayer Advocate (NTA) 2009, *Report to Congress fiscal year 2010 objectives*, Washington DC.

Neutze, M 1997, *Funding urban services: Options for physical infrastructure*, Allen and Unwin, Sydney.

New South Wales Treasury 2009, *Interstate comparison of taxes 2008–09*, May, Office of Financial Management Research and Information Paper, Sydney.

Oates, W 1972, *Fiscal federalism*, Harcourt Brace Jovanovich, New York.

- – 2005, 'Toward a second-generation theory of fiscal federalism', *International Tax and Public Finance*, Springer, vol. 12, no. 4, pp. 349-373.
- Oates, W & Schwab, RM 1997, 'The impact of urban land taxation – the Pittsburg experience', *National Tax Journal*, vol. 50, Issue 1, pp. 1-21.
- – 2009, 'The simple analytics of land value taxation', in Dye, RF & England, RW (eds), *Land value taxation – theory, evidence and practice*, Lincoln Institute of Land Policy, pp. 51-72.
- OECD 2005, *Survey of trends in taxpayer service delivery using new technologies*, Centre for Tax Policy and Administration, Forum on Tax Administration, OECD, Paris.
- – 2006, *The political economy of environmentally related taxes*, 19 June, OECD Environment Directorate, Paris, viewed 15 December 2009, <www.oecd.org/env/taxes/politicaconomy>.
- – OECD 2007, OECD Family database, LMF3 Material employment by family status.
- – 2007a, Encouraging savings through tax-preferred accounts, tax policy studies no. 15, OECD, Paris.
- – 2007b, *Governments and the market for longevity-indexed bonds*, OECD, Paris.
- – 2007c, Babies and bosses, reconciling work and family life: A synthesis of findings for OECD countries, OECD, Paris.
- – 2007d, Maternal employment by family status, LMF3.1 sole mothers and partnered mothers aged 15 to 64 in paid employment, OECD, Paris.
- – 2008, Tax administration in OECD and selected non-OECD countries: Comparative information series, OECD, Paris.
- – 2008a, Consumption tax trends VAT/GST and excise rates, trends and administrative issues, 2008 edition, OECD, Paris.
- – 2008b, Statistics database (<http://stats.oecd.org/index.aspx>)
- – 2009, Revenue statistics 1965-2006, OECD, Paris.
- – 2009a, *Tax expenditures in OECD countries*, OECD, Paris.
- – 2009c, *Sickness, disability and work: Keeping on track in the economic downturn*, background paper, OECD, Paris.
- – 2009d, *OECD Tax database*, OECD, Paris.
- – 2009e, *Taxing wages 2007-08*, OECD, Paris.
- Ommeren, J 2008, *Transaction costs in housing markets*, discussion papers 08-099/3, Tinbergen Institute.

- Osmundsen, P 2010 (forthcoming), 'Time consistency in petroleum taxation: Lessons from Norway', in Daniel, P, Keen, M & McPherson, C (eds), *The taxation of petroleum and minerals: Principles, problems and practice*, Routledge, Washington DC.
- O'Sullivan, A, Sedon, TA & Sheffin, SM 1995, 'Property taxes, mobility and homeownership', *Journal of Urban Economics*, vol. 37, pp. 107-129.
- Parker, JA & Preston, B 2005, 'Precautionary saving and consumption fluctuations', *American Economic Review*, vol. 95, no. 4, pp. 1119-1143.
- Parliament of Australia 2008, *Bills Digest no. 36 2008-09: Dairy adjustment levy termination bill 2008*. Canberra.
- Parry, I & Bento, A 2001, 'Revenue recycling and the welfare effects of road pricing', *Scandinavian Journal of Economics*, vol. 103, no. 4, p. 645.
- Pearce, D 1991, 'The role of carbon taxes in adjusting to global warming', *The Economic Journal*, vol. 101, p. 938.
- Percival, R & Harding, A 2005, *The estimated costs of children in Australian families in 2005-06*, report to the Ministerial Taskforce on child support, May, NATSEM, University of Canberra, Canberra. Reprinted in 2007, *Costs of children: research commissioned by the Ministerial Taskforce on Child Support*, occasional paper no. 18, Department of Families, Community Service and Indigenous Affairs, Canberra, pp. 55-83.
- Pigou, AC 1920, *The economics of welfare*, Macmillan, London.
- Plan for Life Research 2007, *The pension and annuity market research report, Quarterly 1999-2007*.
- Plassmann, F & Tideman, TN 2000, 'A Markov chain Monte Carlo analysis of the effect of two-rate property taxes on construction', *Journal of Urban Economics*, vol. 47, issue. 2. pp. 216-247.
- Pogue, TF & Sgontz, LG 1989, 'Taxing to control social costs: The case of alcohol', *American Economic Review*, vol. 79, no. 1, pp. 235-243.
- Pope, J 1994, 'Compliance costs of taxation: Policy implications', *Australian Tax Forum*, vol. 11, pp. 85-121.
- PriceWaterhouseCoopers (PwC) 2005, *Research report on the illegal tobacco market*, PwC.
- — 2009, *What is your company's total tax contribution? 2008 survey results*, PwC, pp. 43-44.
- Productivity Commission 1999, *Regulation of the taxi industry*, commissioned research paper, Ausinfo, Canberra.
- — 1999b, *Australia's gambling industries*, Report no. 10, AusInfo, Canberra.
- — 2003, Productivity Commission submission to the review of pricing arrangements in residential aged care, June, Productivity Commission, Canberra.
- — 2004, *First home ownership*, Report no. 28, Productivity Commission, Melbourne.

- – 2005, *Economic implications of an ageing in Australia*, research report, Productivity Commission, Canberra.
 - – 2006, *Road and rail freight infrastructure pricing*, Report no. 41, Productivity Commission, Canberra.
 - – 2006a, *Waste management*, Report no. 38, Productivity Commission, Canberra.
 - – 2006b, *Financial performance of government trading enterprises, 2000–01 to 2004–05*, commissioned research paper, Productivity Commission, Canberra.
 - – 2007, *Financial performance of government trading enterprises, 2004–05 to 2005–06*, commissioned research paper, Productivity Commission, Canberra.
 - – 2008, *Assessing local government revenue raising capacity*, research report, Productivity Commission, Canberra.
 - – 2008a, *Part time employment: The Australian experience*, staff working paper, Productivity Commission, Canberra.
 - – 2008b, *Trends in aged care services: some implications*, commissioned research paper, Canberra.
 - – 2008c, *What role of policies to supplement an emissions trading scheme*, Submission to Garnaut Climate Change Review, May, Productivity Commission Canberra.
 - – 2009, *Annual review of regulatory burdens on business: social and economic infrastructure services*, Productivity Commission, Canberra.
 - – 2009a, *Gambling*, draft report, Productivity Commission, Canberra.
 - – 2009b, *Paid parental leave: Support for parents with newborn children*, Report no. 47, Productivity Commission, Canberra.
 - – 2009c, *Annual review of regulatory burdens on business: Social and economic infrastructure services*, research report, Productivity Commission, Canberra.
 - – 2009d, *Trade & assistance review 2007–08*, annual report series, Productivity Commission, Canberra.
- Ramsey, FP 1927, 'A contribution to the theory of taxation', *The Economic Journal*, London, vol. 37, no. 145, p. 47.
- Rawlinson, D & Cater, C 2008, *Retirees' longevity risk*, paper presented to the Institute of Actuaries of Australia Convention, April, Sydney.
- Real Estate Institute of Australia (REIA) 2009, *Real Estate Market Facts*, REIA, viewed 14 December 2009, <www.reia.com.au>.
- Reserve Bank of Australia (RBA) 2003, *Submission to the Productivity Commission Inquiry on first home ownership*, occasional paper no. 16, November, RBA.

Review of Business Taxation 1999, *A tax system redesigned*, report, July, AGPS, Canberra.

Richards, A 2008, *Some observations on the cost of housing in Australia*, address to the Melbourne Institute Economic and Social Outlook Conference, 27 March, Melbourne.

Richards, K & Stokes, C 2004, 'A review of forest carbon sequestration cost studies: A dozen years of research', *Climate Change*, Springer, Netherlands, vol. 63, no. 1-2, pp. 1-48.

Road Traffic Authority NSW (2009), *Time of day tolling*, Road Traffic Authority, viewed 17 November 2009, <www.rta.nsw.gov.au/usingroads/motorwaysandtolling/tod_tolling/index.html>.

Robinson, M, Scobie, GM & Hallinan, B 2006, *Affordability of housing: Concepts, measurement and evidence*, Working Paper 06/03, March, New Zealand Treasury, Wellington.

Ross, H & Chaloupka, F 2003, 'The effect of cigarette prices on youth smoking', *Health Economics*, vol. 12, pp. 217-30.

Ruhm, C 1998, 'The economic consequences of parental leave mandates: Lessons from Europe', *Quarterly Journal of Economics*, vol. 113, pp. 285-317.

Ryan, M 1995, *What future for payroll taxes in Australia*, research paper no. 10, The Treasury, Canberra.

– – 2009, *Discussant comments*, presented by Mr Matthew Ryan, Taxation Policy Consultant at Australia's Future Tax System Review, Tax and Transfer Policy Conference, Melbourne.

Saez, E 2001, 'Using elasticities to derive optimal income tax rates', *Review of Economic Studies* vol. 68, pp. 205-229.

– – 2001a, Optimal income transfer programs: Intensive versus extensive labor supply responses, *Quarterly Journal of Economics*, pp. 1039-1073, August, viewed 15 December 2009, <<http://elsa.berkeley.edu/~saez/botqje.pdf>>.

Sandford, Goodwin & Hardwick 1989, *Administrative and compliance costs of taxation*, Fiscal Publications.

Saunders, P, Chalmers, C, McHugh, M, Murray, C, Bittman, M & Bradbury, B 1998, *Development of indicative budget standards for Australia*, Social Policy Research Centre, University of New South Wales.

Schmalbeck, R 2001, 'Avoiding federal wealth transfer taxes', in Gale, WG, Hines, JR & Slemrod, J (eds) 2001, *Rethinking estate and gift taxation*, Brookings Institution Press, Washington DC, pp. 113-163.

Scollo, MM & Winstanley, MH (eds) 2008, *Tobacco in Australia: Facts and issues*, third edition, Cancer Council Victoria, Melbourne.

Sen, A 1992, *Inequality re-examined*, Oxford University Press, Oxford.

- Senate Rural and Regional Affairs and Transport Committee 2008, *Committee Hansard – Evidence before the rural and regional affairs and transport committee inquiry*, 24 July, pp. 34.
- Senate Standing Committee on Legal and Constitutional Affairs 2008, *Inquiry into the passenger movement charge amendment Bill 2008*, June, Commonwealth of Australia, Canberra.
- Senior, K, Chenhall, R, Ivory, B, & Stevenson, C 2009, *Moving beyond the restrictions: The evaluation of the Alice Springs alcohol management plan*, Menzies School of Health Research and Monash University.
- SEQUAL/Deloitte 2009, *Reverse mortgage survey (June 2009)*, Deloitte.
- Sherris, M & Evans, J 2009, *Longevity management issues*, University of New South Wales.
- Shome, P 1995, *Tax policy handbook*, International Monetary Fund, Tax Policy Division, Washington DC.
- Siahpush, M & Borland, R 2001, 'Socio-demographic variations in smoking status among Australians aged ≥ 18 : multivariate results from the 1995 National Health Survey', *Australian and New Zealand Journal of Public Health*, vol. 25, pp. 438–442.
- Siahpush, M, Borland, R & Scollo, M 2002, 'Prevalence and socio-economic correlates of smoking among lone mothers in Australia', *Australian and New Zealand Journal of Public Health*, vol. 26, pp. 132–135.
- Slack, E 2002, *Municipal finance and the pattern of urban growth*, C. D. Howe Institute Commentary no. 160, Centre for Urban and Community Studies, University of Toronto.
- Smith, J 1998, *Gambling taxation in Australia*, Research Study no. 32, Australian Tax Research Foundation, Sydney.
- Smith, J 2004, *Taxing popularity: the story of taxation in Australia*, Sydney, Australian Tax Research Foundation, Sydney.
- Social Policy Research Centre (SPRC) 1998, *Development of indicative budget standards for Australia*, SPRC.
- Sørensen, PB & Johnson, S 2010 (forthcoming), *Capital income taxation – Options for reform in Australia*, paper prepared for Australia's Future Tax System Review, Tax and Transfer Policy Conference, Melbourne.
- Stanley, J & Starkie, D 1983, 'Grant aiding rural local roads: An alternative approach', *Transportation Planning and Technology*, vol. 8, pp. 191–201.
- Steering Committee report to Australian governments on the public response to managing natural resources in rural Australia for a sustainable future 2000, Australian Government, Canberra.
- Stehn, S & Fedelino, A 2009, 'Fiscal incentive effects of the German equalization system', Working Paper 09/124, International Monetary Fund, Washington, DC.

Stigler, GJ & Becker, GS 1977, 'De Gustibus Non Est Disputandum', *The American Economic Review*, vol 67, no. 2, pp. 76–90.

Stockwell, T & Crosbie, D 2001, 'Supply and demand for alcohol in Australia: Relationships between industry structures, regulation and the marketplace', *International Journal of Drug Policy*, vol. 12, issue. 2, pp. 139–152.

Tcha, M & Kuriyama, T 2003, 'Protection policy under economies of scale – the welfare effects of tariffs on the Australian automotive industry', *Journal of Policy Modelling*, vol. 25, pp. 655–672.

Tiebout, C 1956, 'A pure theory of local expenditures', *Journal of Political Economy*, vol. 65, no. 5, pp. 416–24.

The Conference Board Total Economy 2009, The Conference Board Total Economy Database viewed May 2009 <www.conference-board.org/economics>.

Tobin, J 1974, 'The new economics one decade older', *The Eliot Janeway lectures on historical economics in honour of Joseph Schumpeter, 1972*, Princeton University Press, Princeton NJ.

Tooth, R 2007, *An analysis of the demand for home and contents insurance in Australia: A report for the Insurance Council of Australia*, Centre for Law and Economics, Sydney.

Tooth, R & Barker, G 2007, *The non-insured: Who, why and trends*, Centre of Law and Economics, Sydney.

Treasury 2008, *Architecture of Australia's tax and transfer system*, The Treasury, Canberra.

– – 2009, *2008 Tax Expenditures Statement*, Treasury, Canberra.

Truong, G, Partington, G & Peat, M 2005, *Cost of capital estimation and capital budgeting practice in Australia*, The Accounting and Finance Association of Australia and New Zealand (AFAANZ) Conference, 3–5 July, Melbourne, viewed 8 December 2009, <www.afaanz.org/web2005/papers/partingtong-FIN.pdf>.

Uhrig, J 2003, *Review of the corporate governance of statutory authorities and office holders*, Commonwealth of Australia, Canberra.

United Kingdom Department of Work and Pensions 2008, *Raising expectations and increasing support: reforming welfare for the future*, white paper on welfare reform, Department of Work and Pensions, United Kingdom.

United Kingdom Department for Transport 2005, *Understanding community severance I: Views of practitioners and communities*, Department of Transport, United Kingdom.

United States Congress 1997, *Report of the National Commission on restructuring the Internal Revenue Service*, Washington DC.

United States Department of Health and Human Services 1994, *Preventing tobacco use among young people: A report of the Surgeon General*, National Center for Chronic Disease Prevention and Health Promotion, Office of Smoking and Health, Washington DC.

- –2004, *The health consequences of smoking: A report of the Surgeon General*, US Department of Health and Human Services, Public Health Service, Office of the Surgeon General, Rockville MD, pp. 576.
 - –2006, *The Health consequences of involuntary exposure to tobacco smoke: A report of the Surgeon General*, US Department of Health and Human Services, Centres for Disease Control and Prevention, Coordinating Centre for Health Promotion, National Centre for Chronic Disease Prevention and Health Promotion, Office on Smoking and Health, Atlanta GA.
- United States Government Accountability Office 2008, *Value added taxes*, April, pp. 16, US Government Accountability Office, Washington DC.
- United States President's Tax Reform Panel 2005, *Simple, fair and pro-growth: proposals to fix America's tax system*, Washington DC.
- United States Treasury 2007, *Approaches to improve the competitiveness of the U.S. business tax system for the 21st century*, Office of Tax Policy, United States Department of the Treasury, Washington DC.
- Van Ommeren, JN & Van Leuvensteijn, M 2005, 'New evidence of the effect of transaction costs on residential mobility', *Journal of Regional Science*, vol. 45, no. 4, pp. 681–702.
- Viard, AD, 2001, 'Some results on the comparative statics of optimal categorical transfer payments', *Public Finance Review*, vol. 29, March, pp. 148–180.
- Victorian Bushfires Royal Commission 2009, *The fire services levy and insurance*, discussion paper, BRC Research, Melbourne.
- Victorian Department of Health Services 2009, Department of Health Services, Melbourne, viewed 14 December 2009, <www.health.vic.gov.au>.
- Victorian Department of Sustainability and Environment 2005, *Fact sheet: development contributions*, November, Department of Sustainability and Environment, Melbourne.
- Victorian Government 2009, *Fire services and the non-insured*, green paper, Department of Treasury and Finance, Melbourne.
- Walters, AA 1968, *The economics of road user charges*, International Bank for Reconstruction and Development, World Bank staff occasional papers no. 5, Johns Hopkins Press, Baltimore.
- Warren, N 2006, *Benchmarking Australia's intergovernmental fiscal arrangements: Final report*, prepared for New South Wales Treasury.
- Weitzman, M 1974, 'Prices vs Quantities', *Review of Economic Studies*, vol. 41, Issue 4, pp. 447–91.
- Wellisch, D 2000, *Theory of public finance in a federal state*, Cambridge University Press, Cambridge.
- Whelan, S 2009, 'The dynamics of public housing tenure in Australia', *The Australian Economic Review*, vol. 42, no. 2, pp. 155–76.

Whiteford, P 1985, *A family's needs: Equivalence scales, poverty and social security*, research paper no. 27, April, Department of Social Security.

– – 2009, *Transfer issues and directions for reform: Australian transfer policy in comparative perspective*, paper prepared for the Australia's Future Tax System Review, Tax and Transfer Policy Conference, Melbourne.

Wilkie, J & Grant, A 2009, 'The importance of evidence for successful economic reform', *Treasury Economic Roundup*, Issue 1, The Treasury, Canberra.

Wilkins, R 2008, *Strategic review of Australian Government climate change programs*, 31 July, Canberra.

Wood, G & Ong, R 2009, *Factors shaping the decision to become a landlord and retain rental investments*, Australian Housing and Urban Research Institute.

Wood G, Ong, R & Dockery, A 2007, *What has determined longer run trends in public housing tenants' employment participation 1982–2002?*, National research venture 1: Housing assistance and economic participation research paper no. 5, Australian Housing and Urban Research Institute, Western Australia.

Wood G, Stewart, M & Ong, R (forthcoming) *Housing taxation and transfers*, research paper prepared for the Australia's Future Tax System Review, Canberra.

Wood, G, Watson, R, Flatau, P & Ong, R 2006, 'Transaction costs, deposits requirements and first-home ownership', *Economic Papers*, vol. 25, no. 3, pp. 252–271.

World Bank 1999, *Curbing the epidemic: Governments and the economics of tobacco control*, International Bank for Reconstruction and Development/World Bank, Washington DC.

World Health Organisation (WHO), *Expert Committee on problems related to alcohol consumption 2007: Second report*, technical report series no. 944, provisional edition, pp. 42–43 WHO, Geneva, viewed 14 December 2009, <www.who.int/substance_abuse/activities/expert_comm_alcohol_2nd_report.pdf>.

Yates, J & Milligan, V 2007, *Housing affordability: A 21st century problem*. National research venture 3: Housing affordability for lower income Australians, final report no. 105, Australian Housing and Urban Research Institute, Sydney.

Zee, HH 2006, 'VAT treatment of financial services: A primer on conceptual issues and country practices', *Intertax*, vol. 34, Issue 10, pp. 458–474.

Zodrow 2001, 'The property tax as a capital tax: A room with three views', *National Tax Journal*, vol. 54, no. 1, pp. 139-156.

– – 2003, 'Tax competition and tax coordination in the European Union, International', *Tax and Public Finance*, vol. 10, Issue 6, pp. 651-671.

– – 2007, *The property tax as a capital tax: A room with three views*, working paper, James A Baker III Institute for Public Policy, Rice University.

Glossary

Term	Definition
Adjusted taxable income	For the purposes of certain means-tested assistance programs, taxable income is adjusted to include other income items, such as fringe benefits, certain tax-exempt foreign income amounts and net investment losses.
Ad valorem tax	A tax that is levied as a percentage of the value of a particular good or service; for example, a 3 per cent royalty on the value of gold production or an 8 per cent tax on the value of an insurance premium.
Allowance for corporate equity (ACE)	A form of business expenditure tax that provides a deduction (allowance) for corporate equity at the corporate level, equivalent to that provided for interest on debt.
Allowance for shareholder equity (ASE)	A form of expenditure tax similar to the allowance for corporate equity that provides a deduction (allowance) for shareholder equity at the shareholder's level.
Allowee	A person who receives an income support allowance (for example, Newstart Allowance or Youth Allowance), rather than a pension, such as the Age Pension or the Disability Support Pension.
Average weekly earnings	Average weekly earnings statistics represent average gross (before tax) earnings of employees. Estimates of average weekly earnings are derived by dividing estimates of weekly total earnings by estimates of number of employees.
Average weekly ordinary time earnings (AWOTE)	Weekly ordinary time earnings refers to one week's earnings of employees for the reference period attributable to award, standard or agreed hours of work. It is calculated before taxation and any other deductions (for example, superannuation, board and lodging), have been made.
Capital income	Earnings from investments and savings, including interest, net rental and business income, capital gains and dividends.
Cash flow tax	A system that taxes the difference between cash receipts and cash outgoings.
Categorical income support	Income support that is paid on the basis of eligibility conditions that divide people into groups. For example, age, disability, caring responsibilities, and those undertaking education or training.
Compliance cost	Expenses incurred in meeting the requirements of legislation or regulations. Compliance costs include a wide range of monetary and non-monetary costs.

Term	Definition
Concessional superannuation contribution	A contribution that has not been taxable as income in the hands of an individual, or for which the person has received a deduction. These contributions are currently taxable within a superannuation fund.
Corrective tax	A tax designed to make markets more efficient by exposing producers and consumers to prices that reflect the costs that they impose on others (such as pollution).
Cut-out point	The level of income or assets that results in a person no longer being eligible for a transfer payment.
Deduction	Losses or outgoings incurred in producing income or running a business that can be used to reduce assessable income.
Deeming	Assuming a rate of return on an asset regardless of its actual rate of return. Used in determining eligibility for some transfer payments.
Depreciation (economic)	The decline in the market value of an asset over its life.
Depreciation (tax)	The decline in value of an asset for taxation purposes, which may differ from economic depreciation.
Distortion	Any action or thing that reduces economic efficiency. Distortions generally arise when private action (such as price-fixing by a cartel), or public action (such as a tax imposed by government), changes an individual's or firm's behaviour.
Dividend imputation	A system that integrates the taxation of companies and shareholders by allowing companies to pass imputation credits (representing tax paid at the company level) to shareholders upon payment of a dividend. This allows the shareholder to take into account any company tax paid in respect of a dividend they receive when calculating their tax liability. For example, if a shareholder has a marginal tax rate of 30 per cent and receives a fully franked dividend (one paid out of earnings that have already been subject to the 30 per cent company income tax), they would not be required to pay any additional personal income tax.
Dividend streaming	A strategy that aims to direct ('stream') dividends with imputation credits attached to those shareholders for whom imputation credits are of most value. For example, as resident shareholders are able to use imputation credits to lower their tax liability while non-resident shareholders cannot, dividend streaming would see profits that have imputation credits attached to them paid to resident shareholders, while profits without imputation credits attached to them would be paid to non-resident shareholders.
Dual income tax	A dual income tax system imposes differential rates of tax on capital and labour income.

Term	Definition
Economic incidence	The individual or entity which bears the final burden of a tax (or receives the benefit of a transfer), after response effects, such as price and wage changes, are taken into account. This is distinct from the legal incidence of the tax or transfer. For example, the legal incidence of a consumption tax is often the supplier of goods and services who is legally required to pay the tax. However, the supplier may be able to factor in the tax they pay into the price of their products or services that they charge to consumers. This results in the consumer paying a higher price for the good or service. In such cases, the consumer bears the economic incidence of the tax through paying higher prices even though it is the supplier that is legally liable to pay all of the tax.
Economic rents	An economic rent is the excess of the return to a factor of production above the amount that is required to sustain the current use of the factor (or to entice the use of the factor). For example, if a worker is paid \$100,000 but would still be willing to work at the same job if they were paid \$75,000, their economic rent would be \$25,000.
Effective life	The period over which a depreciating asset can be used for income-producing purposes.
Effective tax rates (labour taxes)	<p>Effective Marginal Tax Rates (EMTRs) for labour measure the proportion of gross pay lost in taxes and reduced transfer payments due to a small change in gross income (for example, a change of \$1.00).</p> <p>Effective Average Tax Rates (EATRs) for labour are a measure of the proportion of gross pay that is lost to tax or reduced transfer payments due to that gross income.</p>
Effective tax rates (savings and investment)	<p>Effective Marginal Tax Rates (EMTRs) on savings and investment measure the effect of taxation on the return to an investment in a marginal project, which is one that earns no super normal profits.</p> <p>Effective Average Tax Rates (EATRs) for investment measure the effective tax burden on an additional unit of investment. EATRs can be used to examine the tax burden on investments with super normal profits.</p>
Efficiency	<p>Efficiency means making the best use of resources.</p> <p>‘Technical’ or ‘productive’ efficiency means producing as many goods or services as possible from a given set of inputs.</p> <p>‘Allocative’ or ‘economic’ efficiency means putting productive resources (like labour, land or capital), to their highest value use and distributing goods and services to consumers in a way that best satisfies consumer needs and wants.</p>

Term	Definition
Elasticity	A measure of the responsiveness of one variable to changes in another. For example, the 'price elasticity of demand' refers to the percentage change in the amount of a good purchased ('demand') following a percentage change in its price. If the percentage change in demand is more than the percentage change in price, demand is said to be price 'elastic'; if it is less, demand is said to be price 'inelastic'.
Entity	A unit for taxation purposes. Entities include a company, trust, partnership, any unincorporated body or association, and an individual.
Excise	A commodity-based tax levied on the manufacture or production of selected goods in Australia (including liquid fuel, tobacco and some alcoholic beverages). Imported equivalents are subject to an excise-equivalent customs duty.
Excise-equivalent customs duty	An import tariff applied as the equivalent to an internal tax to ensure that goods that would otherwise be subject to excise if manufactured or produced in Australia are subject to the same rate of duty when imported.
Expenditure tax benchmark	A theoretical tax structure that involves levying tax on a person's consumption (or expenditure). Expenditure can be measured in a variety of ways, including as income less net new savings. This benchmark differs from <i>income tax benchmark</i> , by proposing that income from savings not be taxed.
Factor (of production)	An input into the production process. The four broad factors are labour, capital (including plant and equipment, buildings, skills or 'human capital' and know-how, or 'intellectual property'), land (including natural resources), and enterprise (which brings the other factors together in a productive endeavour).
Family payments	Australian Government transfer payments made to parents with dependent children. For example, Family Tax Benefit.
Flow through	A form of integration between an entity (such as a company), and its underlying owners (the shareholders). It can apply to the entire operations of the entity, such that individual shareholders are taken to have earned their relevant share of assessable income of the entity and incurred the relevant share of losses and outgoings.
Foreign direct investment	Foreign investment that conveys a significant degree of influence in the management or control of the entity in which the investment is made. In Australia, an equity interest of 10 per cent or more by a non-resident investor is defined as foreign direct investment.
Free area	The level of income or assets a person can have before a person starts to lose part of their transfer payments.

Term	Definition
Fringe benefits	Benefits received by employees from their employer in respect of employment that are in a different form to salary and wages, such as the use of a car for private purposes.
Gift deductibility	Personal donations to some organisations may be tax deductible where they are: made to a deductible gift recipient; money or a certain type of property; made voluntarily and without material benefit to the donor; and comply with other relevant gift conditions.
Grandfathered	The preservation of the benefits of previous arrangements for those who qualify, while phasing in new arrangements for the future.
Horizontal equity	Horizontal equity refers to people in similar circumstances being treated in a similar way. For instance, by paying a similar amount of tax in the context of the tax system, or receiving a similar level of benefit in the transfer system.
Horizontal fiscal equalisation	The process by which the capacities of sub-national governments to provide services to their citizens are made more equal. In Australia, State governments receive funding from the Commonwealth through the horizontal fiscal equalisation process such that, if each made the same effort to raise revenue from its own sources and operated at the same level of efficiency, each would have the capacity to provide services at the same standards.
Imputed rent	The estimated rent that an owner-occupied dwelling would attract if it was rented at market rates.
Income effect	If the price of a commodity (of any type) rises, there are two effects. Firstly, the real income of people who use it falls. This generally, but not always, causes them to use less of it and/or other goods. This is called the income effect. Secondly, the price of that commodity rises relative to other commodities, causing people to use less of it and more of the other commodities. This is called the substitution effect.
Income support	Transfer payments from government to low-income individuals and families to assist with the cost of living. There are two types of income support payment in the existing Australian transfer system: pensions (for example, the Age Pension or the Disability Support Pension), and allowances, like Newstart Allowance and Youth Allowance. In most cases, pensioners are not expected to work while allowees are expected to work, either immediately or (at least) soon. Pensions are paid at a higher rate than allowances.

Term	Definition
Income tax benchmark	A theoretical tax structure that involves levying tax on all additions to an individual's ability to purchase goods and services in a given period. It taxes both the return from labour and the return from savings. A nominal income tax taxes the entire return from saving. A real income tax taxes only the return from saving in excess of inflation; that is, it taxes additions to the real quantity of goods and services the individual can purchase in a given period.
Intangible assets	Assets that cannot be seen or touched, such as goodwill, patents, software, trademarks and copyright.
Interest withholding tax	A tax levied on interest paid to a non-resident lender. The tax is withheld by the Australian payer on payment of the interest.
Legal incidence	The individual or entity legally liable to pay a tax or receive a transfer bears the legal incidence of the tax or transfer. The legal incidence often differs from the economic incidence (<i>see</i> economic incidence).
Longevity insurance	A product that a person can purchase that will pay them an income until they die.
Market failure	<p>Markets fail when they do not allocate resources efficiently. There are four main causes of market failure:</p> <p>Market power, which arises when a single buyer or seller can exert significant influence over prices or output;</p> <p>Spillovers (sometimes referred to as 'externalities'), which arise when the market does not take into account the effect of economic activity on people not directly involved. For example, a firm may ignore the costs it imposes on others by polluting the environment;</p> <p>Public goods, such as national security, where enjoyment of the good by one person does not reduce the consumption possibilities available to others; and</p> <p>Incomplete or asymmetric information; for example, where an applicant for insurance knows more about the risk that they will make a claim than the insurance company.</p>
Mutual receipts	The receipts that not-for-profit, member-based organisations (such as licensed clubs), collect from trading with their members. These receipts are generally treated as non-assessable, non-exempt income.
Negative gearing	An asset is negatively geared when its interest payments on borrowings used to finance the asset exceed the income it generates, net of other expenses. Negative gearing commonly refers to the ability to deduct such a loss against another source of income, such as wages.

Term	Definition
Not-for-profit organisation (NFP)	An organisation that is not operated for the profit or gain of its individual members, both while the organisation is being carried on, and on its winding up.
Offshore banking unit (OBU)	An offshore banking unit provides financial intermediation services between non-residents. OBUs are concessional tax entities on such income, (currently subject to an effective tax rate of 10 per cent), and are entitled to withholding tax concessions.
Offset	Tax offsets directly reduce the amount of tax paid. They are different from deductions, which reduce total assessable income. Tax offsets were previously known as rebates. They can be non-refundable (that is, they can reduce a taxpayer's liability to zero, but cannot result in a refund), or refundable.
Operating costs	The administration and compliance costs associated with a tax.
Ordinary income	<p>In the tax system, ordinary income is an income measure that describes earnings such as income from labour or the return on investment, such as interest, dividends or rent.</p> <p>In the transfer system, ordinary income is an income measure used to determine eligibility for pensions and allowances. This is broader than the tax definition as, generally, it does not allow for deductions, salary sacrificed amounts and fringe benefits.</p>
Participation	Labour force participation is people in work or looking for work. The labour force participation rate is the labour force as a percentage of the civilian population aged 15 years and over.
Participation tax rate (PTR)	The proportion of gross pay lost in taxes and reduced transfer payments when a person takes up paid employment.
Personal use asset	An asset other than a collectable that is used or kept mainly for personal use or enjoyment.
Petroleum Resource Rent Tax (PRRT)	The petroleum resource rent tax applies to all petroleum projects in offshore areas, other than certain production licences subject to the excise and royalty regime. It is applied to super normal profits derived from the recovery of petroleum in a project.
Portfolio investment	Investment (including loans), that does not convey a significant degree of influence in the management or control of the entity in which the investment is made. In Australia, a foreign portfolio equity investment is defined as one where the non-resident investor has an equity interest of less than 10 per cent.
Post-tax contribution	A superannuation contribution made by a person from income on which they have already paid tax.
Productivity	The amount of goods or services that can be produced from a given set of inputs. Productivity rises when more outputs can be produced from a given number of inputs.

Term	Definition
Profit-based royalty	A royalty levied on the net cash flow or some other measure of the profit of a project.
Profit shifting	Shifting the location of profit between entities, which are typically in different countries, without corresponding changes in real activity.
Progressive taxation	Where the average rate of tax increases as income increases.
Property rights	Rights that an individual or a legal entity like a company enjoy in relation to any 'thing'; for example, the right to use (but not to sell) a particular piece of land or the right to use (and to sell) a chair.
Public good	A good where the enjoyment of that good by one person does not reduce the consumption possibilities available to others. For example, one person receiving a benefit from national defence does not reduce the ability of others to enjoy such benefits. Public goods have the characteristics of being 'non-rivalrous' – consumption of the good by one individual does not reduce availability of the good for consumption by others – and 'non-excludable' – no-one can be effectively excluded from using the good.
Rebateable employer	A non-government, non-profit organisation that is currently eligible for a rebate of 48 per cent of the amount of fringe benefits tax that would otherwise be payable.
Regressive taxation	Where the average rate of tax decreases as income increases.
Resource rent tax	A tax that applies to the super normal profits, or economic rent of a resource project.
Rulings	The Commissioner of Taxation's statements about how the tax law applies in particular cases. They include public rulings which apply to taxpayers generally, or to a class of taxpayers, and private rulings which apply to a particular taxpayer. Tax law rulings are usually legally binding on the Commissioner.
Social costs	The total costs of an activity. This includes the private cost as well as the spillover or external cost imposed on people who are not directly involved in the activity.
Specific royalty	An output-based royalty that is levied as a set charge per physical unit of production; for example, \$1.00 per tonne of marble.
Spillover	A spillover (sometimes referred to as an 'externality'), occurs when the actions of an individual or firm impose involuntary costs (or benefits) on others. That is, in addition to the private costs and benefits that accrue to the decision-maker, some costs and benefits can 'spill over' on to others.
Substitution effect	<i>See</i> Income effect.
Tangible assets	Assets that can be seen or touched, such as an oven or a building.

Term	Definition
Tax base	The tax base is the assessed value upon which a tax is levied; for example, taxable income.
Tax expenditure	A tax concession that provides a benefit to a specified activity or class of taxpayer.
Tax wedge	An economic distortion caused by a particular tax measure. For example, a tax on labour results in a wedge between the gross amount that the employer pays and the take-home pay the employee actually receives.
Thin capitalisation	An entity is thinly capitalised where it uses a high level of debt, relative to equity, to finance assets.
Transfer	A transfer is a direct government payment, grant, or in-kind benefit made to an individual or a family based on certain eligibility criteria, rather than being made in return for goods or services. State governments also provide transfers, including through concessions.
Transfer payment	A transfer payment provides direct financial assistance to individuals or families who are unable, or are not expected, to fully support themselves.
Transfer pricing	The practice of pricing related party transactions in a way that artificially shifts profits between the parties.
Trust	A trust exists when a person (the trustee) holds property on behalf of others (the beneficiaries) who are intended to benefit from the property or income of that property.
Untaxed fund	A superannuation fund that does not pay tax on some, or all, of its contributions and earnings.
Vertical equity	Vertical equity is the principle that people with low means should receive greater assistance than those with higher means, and that those with greater economic capacity should have a higher tax burden.
Vertical fiscal imbalance	The situation in a federation where the capacity of different levels of government to raise revenues does not match their expenditure responsibilities.
Volumetric taxation	A tax based on the volume of a product (for example, litres of alcohol), rather than its price.
Wealth tax	Wealth taxes can be either recurrent or levied on transfers between one party and another (for example, bequest and gift taxes). A recurrent wealth tax is levied on the entire wealth of a household or business. A tax on a specific asset class, like a land tax, is a property tax but not a wealth tax.
Withdrawal rate	The rate (also known as a 'taper rate'), at which government assistance is reduced as private income or assets increase.

Index — Part One

A

accountability and responsiveness, 69-70, 72, 102-3

acronyms list, 111-12

active asset 50 per cent reduction, 84

administration and administration costs, 21, 26-7, 69-72, 102-6

- alcohol taxation, 55, 93
- road transport services, 93
- State taxes, 12, 70

advisory mechanisms, 102

- see also* consultative mechanisms

affordability

- aged care, xxiii, 4-5, 67-8, 101
- child care, 65-6, 100
- housing, 6, 50, 93

age

- Age Pension eligibility, 5
- of independence, 99
- superannuation preservation, 86
- young income support recipients, 95
- youngest child of income support supplement recipients, 96

Age Pension, *see* income support payments

aged care, xxiii, 4-5, 67-8, 75, 101

ageing of population, 3-5, 8, 23, 75

- longevity insurance products, 36, 85
- see also* older people

agriculture, 40, 87

- averaging tax offsets, 81
- land for, 90

alcohol, 55-6

alienation of personal services income, 82

allowances, *see* income support payments

annuity product, 85

architecture, 23-7

Asia, 6-7

Asprey review, 16

assessment unit, 80

assets, 40-1, 87

- see also* capital gains; means testing; savings

at-risk children, 100

Australian Defence force, *see* Defence force personnel

Australian National Audit Office (Auditor-General), 102, 103

Australian Taxation Office (ATO), 70, 102, 103

averaging tax offsets, 81

awareness of retirement income system, 36, 86

B

Baby Bonus, 98

bank deposits, *see* interest

benefits, *see* income support payments

bequest tax, 37, 86

Board of Taxation, 70, 102

broadly-based taxes, 18

burden of tax, 19-21

business entities and owners, 41-2, 76, 87-8

business level expenditure tax, 42-3, 74, 86

business taxes, 13, 20, 39-45

- recommendations, 86-9; economic impacts, 74, 76
- see also* company income tax

C

cab licences, 93

capital allowance arrangements, 40-1, 87

capital gains, 33-4

- recommendations, 83, 84, 85

capital income taxes, 8

capital mobility, 8, 20

Carbon Pollution Reduction Scheme, 10, 55, 92

carers, 26, 81

- income support recipients, 95
- see also* parents

carry-back of losses, 41, 87

cars, *see* motor vehicles

cash flow tax, 51-2, 91

catering, clubs operating large trading activities in, 44-5, 89

charities, *see* not-for-profit organisations

Charter of Budget Honesty Act 1998, 106

child care, 65-6, 100

child support, 84, 98

- children, *see* family payments; parents
- cigarettes, 56-7, 94
- city roads, *see* congestion
- client accounts, 103, 104
- client experience, 71-2, 103-5
- closely held companies, 88
- clubs, 44-5, 89, 94
- COAG, *see* Council of Australian Governments
- collectables, 84
- commercial activities of not-for-profit organisations, 44-5, 88-9
- Commissioner of Taxation, 102
- Commonwealth Ombudsman, 102, 103
- community involvement, 69-70, 102
- community living standards, *see* living standards
- company income tax, 8, 39-43
 - economic efficiency, 13
 - effects on economic growth, 18
 - recommendations, 80, 86-7; macroeconomic impact, 74
 - shifting onto labour, 20
 - see also* dividend imputation
- compensation for indirect impacts, 20-1
- competitive neutrality, 44
- complexity, *see* simplicity
- compliance costs, 21, 104, 105
 - alcohol taxation, 55
 - fringe benefits, 30
 - GST, 51
 - managing tax affairs, 31, 83
- compulsory third party insurance, 92
- concession cards, 66-7, 101
- concessional offsets, 32
- concessions, 40-1, 87
 - for environmental outcomes, 92
 - gambling taxes, 94
 - means testing treatment of employment income for pensions and allowances, 97
 - not-for-profit organisations, 43-5, 88-9, 94
 - resource rent tax, 89
 - small business, 87; capital gains tax, 84
 - superannuation contributions, 34-6
 - transfers tied to goods and services, 66-7, 101
- conduit income, 87
- confidentialised tax unit records, 105
- congestion, 10, 11, 53-4
 - recommendation, 92
- consistency of policy, *see* policy consistency
- consultants and other contributors to Review, 137
- consultative mechanisms, 69-70, 102, 105
 - used in Review, 117-32
- consumer prices, *see* indexation
- consumption, tax wedge on future, 32
- consumption taxes, 51-2
 - effects on economic growth, 18
 - recommendations, 80, 91, 94; fiscal impact, 77
 - see also* expenditure taxes
- conveyance stamp duty, 48-9, 90
- Council of Australian Governments (COAG), 67, 92, 93, 101, 106
- council rates, 13, 70-1, 103
- couple assessment, 80
- CPI, *see* indexation
- CPRS, 10, 55, 92
- current account deficits, 9
- customer experience, 71-2, 103-5

D

- data and information, 104-5
- deductions, 31, 82-3, 104
 - alienation of personal services income, 82
 - depreciating assets, 40-1, 87
 - resource rent tax expenses, 89
- deemed income and deeming rates, 97
- Defence force personnel, 81, 82
 - Service Pensioners, 86
- deferred annuity product, 85
- definitions, 104
 - charity, 88
 - fringe benefits, 82
 - means, 62-3
 - taxable income, 30
- demographic change, *see* population
- dependants, 80, 81
 - see also* family payments
- depreciating assets, 40-1, 87
- design, 15-21
 - tax law, 102
- developer (infrastructure) charges, 50, 93

digital technology, *see* technology

disability, people with
 children, parents caring for, 98
 dependants unable to work, 81
 income support recipients, 95, 96
see also carers

disability insurance, Productivity Commission
 inquiry into, 68, 101

disadvantage, 19

disadvantages, children facing multiple, 100

discount for savings income, 33-4, 83

distributional outcomes, 23, 29-30, 105
 design considerations, 19-21
 luxury car tax, 58
 objectives guiding Panel in forming
 recommendations, 16

dividend imputation, 34, 41-2
 recommendations, 83, 85, 88

dividend streaming, 42

documents published on Review website,
 115-16
 research papers, 135
 speeches, 121
 Tax and Transfer Policy Conference papers
 and discussants, 133-4

duty free allowance on tobacco, 94

E

economic burden, 19-21

economic efficiency, *see* efficiency

economic models, 13, 73-4, 75

economic rents, 57-8, 94
see also non-renewable resources

economy, xviii-xix, 3, 6-10, 73-8
 impact of taxes and transfers on growth,
 18-19, 73-4

education and training, 6
 child care assistance, 65-6, 100
 government scholarships, 80
 private payments in respect of employment,
 82
 student loans, 95, 96
 student payments, 95-6, 99; under 18 year
 olds, 98

education tax refund, 81

efficiency, 12-13, 105
 bequest tax, 37

consumption taxes, 51-2

design principle, 17

impact on economic growth, 18

land and resource taxes, 13, 47-9

public housing rent assistance, 66

electronic tagging of vehicles, 11

emissions, *see* environment

employer superannuation contributions
 (superannuation guarantee), 36, 86
see also fringe benefits; payroll tax

employment, xviii-xix, 4, 5-7
 child care, 65-6, 100
 design considerations, 18-19, 20
 family payment incentives and
 disincentives, 64, 97, 98
 income support incentives, 62, 95, 96
 labour mobility, 8
 work-related expenses, 31, 83
 work test for superannuation contributors
 aged 65 and over, 85
see also wages and salaries

employment termination payment tax offset,
 81

entertainment, clubs operating large trading
 activities in, 44-5, 89

entrepreneurs' tax offset, 81

environment, 9-10, 55, 92
see also congestion; non-renewable resources

equity (fairness), 17
 competitive neutrality, 44
 distributional implications, 19-21
 family payments, 63
 fuel tax used as variable road charge, 53
 income support payments, 61-2; means
 testing, 63
 land tax and conveyance stamp duty, 48-9
 luxury car tax, 58
 personal taxation, 29-30
 public housing rent assistance, 66
see also simplicity

exemptions
 capital gains tax, 84
 fringe benefits, 82; child care facilities tax
 exemption, 100
 income support and supplementary
 payments, 80
 means testing, 97
 savings, 32

expenditure, *see* government expenditure

expenditure taxes, xxii, 32
 business level, 42-3, 74, 86

expenses, *see* deductions
experience of tax and transfer system clients,
71-2, 103-5
exploration, 89, 90
expenses, 87
export markets, 6-7
exports, 51
external scrutiny of tax system, 102-3

F

fairness, *see* equity
families, 6
family home, 32, 33
means test exemption, 97
family payments, 63-5, 84, 97-9
back-to-school amount, 81
income support supplements, 60, 96
tax exemption, 80
feedback, *see* consultative mechanisms
females, *see* women
financial institutions, 41, 87
financial services, 52
fire services levy, 94
First Parliamentary Counsel, 102
fiscal sustainability, 76-8
fixed trusts, 88
flow-through entity regime, 42, 88
focus group meetings conducted by Review,
118
foreign employment income, 82
foreign investment, *see* investment
foreign savings, 41
foster care children, 98
framework, 23-7
franking credit trading practices, 88
freight transport, *see* heavy vehicles
fringe benefits, 30, 82, 97
cars, 10, 82
child care facilities tax exemption, 100
not-for-profit organisation concessions, 44,
88
fuel tax, 53, 93

G

gambling and gaming, 44-5, 57-8
recommendations, 89, 94
gas projects, *see* non-renewable resources
GDP, *see* gross domestic product
general equilibrium models, 13, 73-4, 75
gift deductibility, 31, 83, 88
global financial crisis, 9
globalisation, 8-9
goods and services, transfers tied to, 66-7, 101
goods and services tax (GST), 13, 51, 52
not-for-profit organisation concessions, 44,
88
recommendations, 88, 91
governance, 70, 102-3
government annuity and deferred annuity
products, 85
government expenditure, 4-5, 72, 105-6
replacing tax concessions supporting
environmental outcomes, 92
replacing tax concessions supporting
particular types of businesses, 94
road transport tax revenue, 54, 92, 93
government pensions, *see* income support
payments
government scholarships, 80
GPS technology, 11
grandfathering arrangements, 21, 101
capital gains tax, 84
greenhouse emissions, *see* Carbon Pollution
Reduction Scheme
gross domestic product (GDP)
government expenditure projected increases
as percentage of, 4
per capita changes from revenue-neutral
shift in tax revenues, 18
per capita convergence for Asian countries,
7
GST, *see* goods and services tax

H

health, 81
expenditure projections, 4
personal information, 104
health promotion charities, *see* not-for-profit
organisations

heavy vehicles, 11, 54
 recommendations, 92-3

High Court decision in Word Investment case, 44

high-need housing payment, 101

higher education, 6, 96

hospitality, clubs operating large trading activities in, 44-5, 89

household savings, 32-4, 83-4
see also rental properties; superannuation

housing, 6
 affordability, 6, 50, 93
see also rental properties

housing assistance, 66, 100-1
 design considerations, 19

I

imports, 51

imputation system, *see* dividend imputation

income, 6
 building and content non-insurance rate, 58
 policy design to alleviate disadvantage, 19
 tax benefit from superannuation contributions, 34-5
see also distributional outcomes; family payments; fringe benefits; taxable income

income-linked rents, 101

income support payments, 6, 59-63
 Age Pension age, 5
 employer compulsory superannuation contributions, 84
 family payment supplements, 98
 pensioner and beneficiary tax offsets, 81
 recommendations, 95-7; tax exemption, 80
 Rent Assistance, 49, 66, 100-1
 welfare dependency, 19
 young people, 60, 64-5, 95-6, 99

income tax, *see* company income tax; personal taxation

income tests, 96
 dependent youth payment recipients, 99
see also means testing

independence, age of, 99

indexation, 20-1, 84
 fuel tax, 93
 income support payments, 61-2, 96
 Rent Assistance, 66, 100

tobacco taxation, 56, 94

Indigenous community housing, 101

indirect impacts, policy measures compensating people for, 20-1

industry, effective tax rates by, 40

industry assistance, CPRS arrangements for, 92

information and data, 104-5

infrastructure charges, 50, 93
see also congestion

input taxation of financial services, 52

Inspector-General of Taxation, 102-3

institutions, 70, 102-3
 zoning and planning, 93

insurance, 58, 91, 94
 aged care funding mechanism, xxiii, 68, 75, 101
 longevity products, 36, 85
 private health, 81
 vehicle third party, 92

interest, 32-3, 83

interest withholding tax, 41, 87

Intergenerational Report 2007, 4

intergovernmental agreement, 70, 103

investment, 6-8, 11, 39-43
 design considerations, 18, 20
 land tax levied on larger holdings, 48
 recommendations, 86-8; fiscal impacts, 76
 savings, 32-4, 83-4
see also rental properties; superannuation

J

Joint Committee of Public Accounts and Audit, 103

K

KPMG Econtech MM900 model, 13, 73-4, 75

L

labour, *see* employment

land conveyance stamp duty, 48-9, 90

land rates, 13, 70-1, 103

land taxes, 13, 48-9, 76, 90
 burden, 20

- effects on economic growth, 18
- integration with local government rates, 71, 103
- larger families, payments for, 98
- legislation, 69, 102
 - capital gains, 84
 - fringe benefits' definition in, 82
 - planning and zoning regulations, 50, 93
 - superannuation, 85, 86
 - tax expenditures, 106
 - trust rules, 87
- lifetime wellbeing, 19
- liquid assets waiting period, 97
- living standards, 6, 23, 24
 - payments benchmarked to, 21
 - in retirement, 32
 - transfer payment rates, 26, 96; pensioners, 95
- loans for students, 95, 96
- local government (municipal) rates, 13, 70-1, 103
- lone parents, *see* single parents
- longevity insurance, 36, 85
- losses, 41, 87
 - resource rent tax, xxi, 89
- low income tax offset, 81
- low-value assets, 40-1, 87
- lump sum payment in arrears tax offset, 81
- luxury car tax, 58, 94

M

- macroeconomic impacts, *see* economy
- Male Total Average Weekly Earnings, 96
- managed funds, 41, 87
- marginal tax rates, *see* rates of tax
- market and social outcomes, 50, 53-8, 92-4
- market rents, 66, 101
- market value, 82, 84, 88
- mass-distance-pricing pricing for heavy vehicles, 92
- mature age worker tax offset, 81
- means testing, 62-3, 97
 - aged care services, xxiii
 - child care payments, 100
 - dependent youth payment recipients, 99
 - family payments, 97, 98, 99
 - indexation of income test parameters, 96

- Rent Assistance, 100
- work incentives for people with disability, 96
- media releases by Review, 116
- medical expenses tax offset, 81
- Medicare levy and Medicare levy surcharge, 81
- meeting dates and attendees for Review, 117-20
- Mid-Year Economic and Fiscal Outlook, 106
- mining, *see* non-renewable resources
- MM900 model, 13, 73-4, 75
- mobility of capital, 8, 20
- mobility of labour, 8
- monitoring and reporting on system, 72, 105-6
- motor vehicles, 11, 53-4, 92-3
 - fringe benefit, 10, 82
 - luxury car tax, 58, 94
 - registration taxes, xviii, 93
 - stamp duties, xviii
- Multiple Birth Allowance, 98
- multiple family payments, 64
- municipal rates, 13, 70-1, 103
- mutuality, 44-5, 89
- MYEFO, 106

N

- narrow-based taxes, 25
- national charities commission, 43, 88
- National Health and Hospitals Reform Commission, 81
- national output, 74
- National Road Transport Agreement, 93
- national savings, 9, 74-5
- natural resources, *see* environment; non-renewable resources
- New Zealand, 41, 42, 88
- Newstart Allowance, *see* income support payments
- non-renewable resources, xxi-xxii, 47-8
 - exploration, 89, 90; expenses, 87
 - recommendations, 80, 87, 89-90; fiscal impact, 76
- non-residents, interest paid to, 87
- not-for-profit organisations, 43-5, 88-9
 - see also* gambling and gaming
- notional tax offsets, 81

O

OECD, 13

OECD countries, 18, 23, 37, 59

- company tax rates, 8, 39; by industry, 40
- dividend imputation, 41
- participation rates, 5
- taxfilers using tax agent, 31
- tobacco taxes and prices, 57
- VAT revenue ratio, 51

offsets, 29-30, 81, 104

- carry-back of losses, 41, 87
- superannuation contributions, 34-6, 84

oil projects, *see* non-renewable resources

older people, 3-5

- aged care, xxiii, 4-5, 67-8, 75, 101
- couple assessment, 80
- labour market participation, 5
- mature age worker tax offset, 81
- superannuation contributions, xxii, 84, 85
- tax offsets for, 81
- see also* ageing of population

Ombudsman, 102, 103

one-parent families, *see* single parents

operating costs, *see* administration and administration costs

Organisation for Economic Cooperation and Development, *see* OECD

output, national, 78

overseas civilian tax offset, 81

overseas forces tax offset, 81

owner-occupied housing, 32, 33

- means test exemption, 97

P

papers published on Review website, 115, 133-5

parental leave, 6, 64

parents, 6, 18-19

- child care assistance, 65-6, 100
- income support recipients, 95; supplements payable, 60, 96
- see also* family payments; single parents

Parliamentary Counsel, 102

Parliamentary Joint Committee of Public Accounts and Audit, 103

part-time work, 5, 6

- income support recipients, 95, 96

participation, *see* employment

participation payments, *see* income support payments

partnerships, 42

PAYG system, 82

payroll tax, 13, 51, 91

Pension Review, v, vi, xx, 59

pensions, *see* income support payments; superannuation

personal information, privacy and secrecy framework for, 104

personal services income, 82

personal taxation, 29-37

- effects on economic growth, 18
- estimated welfare losses, 13
- objectives guiding Panel in forming recommendations, 16
- pre-filled returns, 31, 104
- recommendations, 80-6; fiscal impact, 77
- see also* superannuation; wages and salaries

personal-use assets, 84, 97

planning and zoning regulations, 50, 93

policy consistency, 17

- State taxes, 12

policy design, 15-21

policy impact assessments, 104

policy research, 105

population, 3-5

- environmental pressures, 9-10
- see also* ageing of population

portals, *see* websites and portals

poverty, 19

pre-filled returns and forms, 31, 103, 104

preservation age, 86

primary producers, 81

- see also* agriculture

principles, 17, 23

privacy and secrecy framework, 104

private education payments, 82

private health insurance, 81

private savings, 32-4, 83-4

- see also* rental properties; superannuation

problem gambling, 57, 94

productivity, xviii-xix, 5, 18

- effects of tax shifting, 20

Productivity Commission, 4

- reviews, 67-8, 101; CPRS-related assistance arrangements, 92

'professionals, special', 81
profits, taxes levied on, 20
 see also company income tax; dividend imputation
progressivity, 29-30, 80
property conveyance stamp duty, 48-9, 90
property taxes, *see* land taxes
Public Accounts and Audit Committee, 103
public benevolent institutions, *see* not-for-profit organisations
public consultation meetings, 117
public housing, 6, 66, 101
public sector balance sheet, 9
public transport, 54

R

rail, routes where road freight is in direct competition with, 92
rates, local government, 13, 70-1, 103
rates of payment
 child care assistance, 65-6, 100
 family-related, 63-4, 98
 income support, 59-62, 95-6; youth assistance, 99
 Rent Assistance, 66, 100
rates of tax, 29-30, 80
 alcohol, 55-6, 93
 company income, 8, 39-41, 74
 effect of withdrawal of family payments, 64
 fringe benefits, 82
 gambling, 57-8
 infrastructure (developer) charges, 93
 land, xxii, 48-9, 90
 local government rates, 103
 resource rent, 89
 road transport charges, 53-4, 92-3
 savings income, 32-3, 83
 superannuation fund earnings, 36, 85
 tobacco, 56-7, 94
 see also offsets; tax-free thresholds
real wage rate, 74
recommendations, xxiv-xxvi, 79-106
 approach guiding Panel in forming, 15-21
 future architecture, 24-7
 macroeconomic and fiscal impacts, 73-8
records, linking of, 86, 104
remoteness, 81

Rent Assistance, 49, 66, 100-1
rental properties, 33-4, 49, 83
 land taxes, 48
 means testing of income from, 97
 vacancy rates, 6
 see also land taxes
reporting
 tax expenditure standards, 106
 by third parties, 104
reporting and monitoring on system, 72, 105-6
research and analysis, 105
 Review, 133-7
research papers, 135
resource rent tax, xxi-xxii, 47-8, 76, 89-90
resources sector, *see* non-renewable resources
responsiveness and accountability, 69-70, 72, 102-3
retirement exemption for small business, 84
retirement incomes, *see* superannuation
returns, pre-filing of, 31, 104
revenue raising, 11-13, 76-8
 architecture (recommendation 1), 23-7
 local government, 70-1
 objectives and principles guiding Panel in forming recommendations, 16, 17
 State taxes on motor vehicle ownership and use component, 93
 see also rates of tax
reverse charging, 91
Review, 113-39
road transport, *see* motor vehicles
royalties on resources, *see* resource rent tax

S

salary, *see* wages and salaries
savings, 32-4, 83-4
 national, 9, 74-5
 see also rental properties; superannuation
scholarships, 80
secrecy and privacy framework, 104
Secretariat and support, 136, 139
 Board of Taxation, 102
Secretary to Treasury, 102
seminar speakers, 136
senior Australians tax offset, 81
seniors, *see* older people

- separated families, 98
- Service Pensioners, 86
- services, transfers tied to, 66-7, 101
- shared-care, 98
- shares, 33, 83, 84
see also dividend imputation
- simplicity, 17, 21
 fringe benefits, 82
 GST, 51, 91
 means testing, 62-3
 personal income taxation, 30-2, 80, 81
 tax law, 69, 102
 trust rules, 87
- single parents, 18
 family payment supplement, 98
 income support supplement recipients, 60, 96
- small business, 34, 41
 recommendations, 84, 87, 104
- smoking, 56-7, 94
- social and market outcomes, 50, 53-8, 92-4
- social housing, 6, 66, 101
- social security payments, *see* income support payments
- Social Security Review*, 16
- sole parents, *see* single parents
- 'special professionals' offset, 81
- speeches, 121
- spouse superannuation contribution tax offset, 84
- stakeholder meetings, 119-20
- stamp duties
 conveyances, 48-9, 90
 motor vehicle purchases, xviii
 transfer of interest in resources projects, 90
- Standard Business Reporting, 104
- standard of living, *see* living standards
- State expenditure, 4-5
 to replace tax concessions supporting particular types of businesses, 94
- State tax expenditures, 106
- State taxes, 12, 13, 70, 103
 data collection, 105
 gambling, 57-8, 94
 motor vehicle ownership and use, 93
 review of minor, 58, 94
see also land taxes; payroll tax; resource rent tax; stamp duties
- structural tax offsets, 81
- student loans, 95, 96
- student payments, 95-6, 99
 under 18 year olds, 98
- submissions to Review, 122-32
- sudden-death cut-out, 97
- superannuation and retirement incomes,
 xxii-xxiii, 32-6, 84-6
 impact of recommendations on savings, 74-5
 means testing, 97
 strengths of current system, 23
- superannuation co-contribution tax offset, 84
- Superannuation Industry (Supervision) Regulations 1994*, 85
- superannuation portal, 86
- superannuation spouse contribution tax offset, 84
- supplementary income support payments, 60, 80, 96
- sustainability of tax system, 11-13, 23-4
 design principle, 17
- sustainable development, 9-10
-
- T**
- taskforce on client experience improvements, 105
- tax affairs, costs of managing, 83
 tax agent use, 31
- Tax and Transfer Analysis Statement, 94, 105, 106
- Tax and Transfer Policy Conference, 133-4
- tax concessions, *see* concessions
- tax deductions, *see* deductions
- tax expenditures, 72, 105-6
- Tax Expenditures Statement, 106
- tax-free thresholds, 29-30, 80
 fringe benefits tax, 82
 land tax, 48-9
 payroll tax, 13
- Tax Issues Entry System website, 102
- tax law, *see* legislation
- tax offsets, *see* offsets
- Tax Practitioners Board, 102
- tax rates, *see* rates of tax
- tax returns, pre-filling of, 31, 104
- tax shifting, 19-21
- tax treaties, 87

taxable income, 30
 family assistance payments means testing, 97
 interest included in, 32-3
 see also deductions; offsets

taxi licences, 93

technology, 11, 31-2, 103-4
 to allow congestion charging, 11, 92
 GST compliance, 51
 objective guiding Panel in forming recommendations, 16
 Tax Issues Entry System website, 102

terms of reference, vii-ix
 client experience improvements taskforce, 105

third parties, information collected from, 104

third party insurance, 92

tobacco, 56-7, 94

trade, 7
 cash flow tax operation, 51
 see also investment

trading activities of not-for-profit organisations, 44-5, 88-9

training, *see* education and training

transfer system, xx, 26, 59-68
 recommendations, 95-101; fiscal impact, 77
 see also family payments; income support payments

transfer taxes on property (conveyance stamp duty), 48-9, 90

transport, *see* motor vehicles; public transport

Treasury, 102

treaties, 87

trucking, *see* heavy vehicles

trusts, 42
 recommendations, 84, 87, 88

U

unemployment payments, *see* income support payments

unit of assessment, 80

urban congestion, *see* congestion

user charging, 53-8, 80, 92-3
 technologies to enable, 11, 92

V

valuation method for land, 103

value of fringe benefits, 10, 82

vehicles, *see* motor vehicles

W

wages and salaries, 20, 82
 means testing treatment, 97
 payment of superannuation guarantee contributions at same time, 36, 86
 potential gains offered by recommendations, 74
 see also payroll tax

wealth transfer taxes, 37, 86

websites and portals, 26-7
 superannuation, 86
 Tax Issues Entry System, 102
 see also documents published on Review website

welfare dependency, 19

welfare losses in taxes, 13

welfare payments, *see* income support payments

whole of government approach, 105

wine equalisation tax, 55

withholding tax, *see* interest withholding tax

women, 5, 6
 design considerations, 18-19
 see also parents

Word Investment case, 44

work, *see* employment

work-related expenses, 31, 83

Y

youngest child, age of, 96

youth payments, 60, 64-5, 95-6, 99

Z

zone tax offset, 81

zoning and planning regulations, 50, 93

