

APPENDIX A: SPENDING PROJECTIONS

Table A1: Projections of major components of Australian Government spending in IGR2 (per cent of GDP)

	2006-07	2011-12	2016-17	2026-27	2036-37	2041-42	2046-47
Health							
Medicare Benefits Schedule	1.1	1.2	1.2	1.3	1.3	1.3	1.3
Pharmaceutical Benefits Scheme	0.7	0.8	1.0	1.5	2.0	2.2	2.5
Hospital and health services	1.2	1.2	1.4	1.7	2.0	2.1	2.3
Other	0.7	0.8	0.8	0.9	1.0	1.1	1.1
Total health	3.8	4.0	4.4	5.3	6.3	6.8	7.3
Aged care							
Residential care	0.6	0.6	0.7	0.9	1.2	1.4	1.5
Community care	0.2	0.2	0.3	0.3	0.4	0.4	0.4
Total aged care	0.8	0.9	1.0	1.2	1.6	1.8	2.0
Payments to individuals							
Age pensions	2.5	2.8	3.0	3.5	4.1	4.3	4.4
Disability Support Pension	0.8	0.7	0.7	0.7	0.7	0.7	0.7
Parenting Payment Single	0.5	0.4	0.3	0.3	0.3	0.3	0.3
Unemployment allowances and Parenting Payment Partnered	0.7	0.8	0.8	0.7	0.6	0.5	0.5
Youth Allowance and Austudy	0.2	0.2	0.2	0.1	0.1	0.1	0.1
Carer Payment and Wife Pension	0.2	0.2	0.2	0.2	0.2	0.2	0.2
Family Tax Benefit	1.6	1.4	1.3	1.1	0.9	0.9	0.8
Child Care Benefit	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Maternity Payment	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Total payments to individuals	6.7	6.7	6.6	6.8	7.0	7.1	7.1
Education							
Schools	0.9	0.9	0.9	0.9	0.9	0.9	0.9
Higher education	0.7	0.6	0.6	0.6	0.6	0.6	0.6
Vocational education and training	0.2	0.2	0.2	0.2	0.2	0.2	0.2
Other	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total education	1.8	1.8	1.7	1.8	1.8	1.8	1.8

Source: Treasury projections.

Table A2: Projections of major components of Australian Government spending in IGR1 (per cent of GDP)

	2006-07	2011-12	2016-17	2026-27	2036-37	2041-42(a)
Health						
Medicare Benefits Schedule	1.1	1.2	1.2	1.4	1.7	1.8
Pharmaceutical Benefits Scheme	0.6	0.8	1.0	1.7	2.7	3.4
Hospital and health services(b)	1.5	1.5	1.6	1.9	2.1	2.2
Other(b)	0.8	0.8	0.8	0.8	0.8	0.8
Total health	4.0	4.3	4.7	5.8	7.3	8.1
Aged care						
Residential care	0.6	0.7	0.7	0.9	1.3	1.4
Community care	0.2	0.2	0.2	0.2	0.3	0.3
Total aged care	0.8	0.8	0.9	1.2	1.6	1.8
Payments to individuals						
Age pensions	2.8	2.9	3.2	3.9	4.4	4.6
Disability Support Pension	0.7	0.8	0.8	0.8	0.8	0.9
Parenting Payment (Single)	0.6	0.6	0.6	0.6	0.6	0.6
Unemployment allowances	0.8	0.7	0.6	0.5	0.4	0.4
Family Tax Benefit (Parts A and B)	1.3	1.2	1.1	1.0	1.0	0.9
Total payments to individuals	6.3	6.2	6.4	7.0	7.3	7.4
Education						
Schools	0.8	0.8	0.8	0.7	0.7	0.7
Higher education	0.6	0.6	0.6	0.6	0.6	0.6
Vocational education and training	0.2	0.2	0.2	0.2	0.2	0.2
Administration and other	0.1	0.1	0.1	0.1	0.1	0.1
Total education	1.8	1.7	1.7	1.6	1.6	1.6

(a) In IGR1 the final projection year was 2041-42.

(b) The Private Health Insurance Rebate has been moved from other to hospitals and health services.

Source: Treasury projections.

Table A3: Projections of major components of Australian Government spending in IGR2 (real dollars per person 2006-07)

	2006-07	2011-12	2016-17	2026-27	2036-37	2041-42	2046-47
Health							
Medicare Benefits Schedule	561	624	691	845	1,008	1,087	1,167
Pharmaceutical Benefits Scheme	337	402	557	964	1,495	1,823	2,207
Hospital and health services	611	656	778	1,083	1,504	1,765	2,063
Other	350	412	467	604	791	901	1,021
Total health	1,858	2,093	2,493	3,496	4,798	5,576	6,458
Aged care							
Residential care	278	333	400	586	938	1,155	1,378
Community care	100	122	149	215	301	347	391
Total aged care	378	455	549	800	1,239	1,502	1,769
Payments to individuals							
Age pensions	1,231	1,460	1,698	2,296	3,093	3,515	3,942
Disability Support Pension	413	391	392	430	507	555	612
Parenting Payment Single	231	200	194	222	258	278	300
Unemployment allowances and Parenting Payment Partnered	337	407	436	440	429	427	427
Youth Allowance and Austudy	99	97	92	85	82	81	79
Carer Payment and Wife Pension	74	96	101	113	128	138	150
Family Tax Benefit	790	758	743	730	718	717	723
Child Care Benefit	73	76	74	71	67	65	64
Maternity Payment	51	59	57	53	49	48	48
Total payments to individuals	3,299	3,542	3,787	4,441	5,332	5,825	6,344
Education							
Schools	440	457	495	591	702	761	830
Higher education	334	331	347	388	446	481	516
Vocational education and training	113	121	129	148	172	186	200
Other	23	24	25	29	33	35	38
Total education	910	933	996	1,156	1,353	1,463	1,584

Source: Treasury projections.

Table A4: Projections of major components of Australian Government spending in IGR1 (real dollars per person 2006-07)

	2006-07	2011-12	2016-17	2026-27	2036-37	2041-42(a)
Health						
Medicare Benefits Schedule	503	574	665	894	1,192	1,375
Pharmaceutical Benefits Scheme	287	397	548	1,043	1,928	2,595
Hospital and health services(b)	682	773	882	1,164	1,510	1,697
Other(b)	370	403	435	500	577	624
Total health	1,841	2,147	2,530	3,600	5,207	6,291
Aged care						
Residential care	276	324	387	574	907	1,121
Community care	68	86	100	147	222	250
Total aged care	344	410	488	721	1,129	1,371
Payments to individuals						
Age pensions	1,274	1,425	1,727	2,442	3,145	3,488
Disability Support Pension	329	396	441	520	608	662
Parenting Payment (Single)	273	302	330	378	430	460
Unemployment allowances	356	354	348	331	318	314
Family Tax Benefit (Parts A and B)	613	609	614	645	693	720
Total payments to individuals	2,845	3,085	3,459	4,317	5,194	5,644
Education						
Schools	385	387	400	440	501	533
Higher education	289	313	335	377	430	464
Vocational education and training	100	107	115	131	151	164
Administration and other	44	46	48	54	62	66
Total education	818	853	898	1,002	1,143	1,227

(a) In IGR1 the final projection year was 2041-42.

(b) The Private Health Insurance Rebate has been moved from other to hospitals and health services.

Source: Treasury projections.