

Victorian Budget 2020/21

Putting People First



The Hon Daniel Andrews MP
Premier

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PUTTING SOUTH WEST VICTORIANS FIRST

Unprecedented. Tough. Unrelenting. There's plenty of ways to put it – but 2020 has been a year like no other. As we begin our recovery, we need a Budget like no other too.

The *Victorian Budget 2020/21* delivers an unprecedented investment to help our state recover – and make sure no community and no Victorian is left behind.

It starts here in the South West, where the Labor Government will revitalise the Great Ocean Road as one of the state's premier tourist destinations, build better roads and get on with the delivering the first stage of redeveloping the Warrnambool Base Hospital, as well as upgrading even more schools.

At the heart of that effort is getting Victorians back into work. The Budget funds up to \$49 billion in the things that matter to Victorians – and our economic recovery. Central to this investment is our Jobs Plan, which sets an ambitious goal: creating 400,000 jobs by 2025 – half of them by 2022.

This includes Jobs for Victoria, a \$619 million investment that will help those most impacted by the pandemic: women, young people and Victorians without a formal qualification, but plenty of experience. This includes \$250 million to partner with employers to help subsidise the wages of up to 10,000 new workers.

At least \$150 million of that wage subsidy support will go towards employing women – and \$50 million of that for women over the age of 45, recognising the additional barriers they face, both before and during the pandemic. Further funding will provide one-on-one support for those workers who need it most – whether that's training advice, career counselling or even help to update their resume.

The Budget invests \$1.5 billion in new tax relief for Victorian businesses and families.

This builds on the Andrews Labor Government's existing support, with a total of more than \$3.5 billion in tax and fees relief to Victorian workers, businesses and households to help them through the pandemic and recovery.

It includes the New Jobs Tax Credit, which supports those small and medium businesses that rehire staff, restore hours or create new jobs.

Under the plan, these businesses will get a tax credit of ten cents for every dollar it increases taxable Victorian wages – giving businesses the confidence they need to open their doors, hire more staff and re-emerge from the pandemic.

In a bid to lure businesses to regional Victoria, a 50 per cent stamp duty concession on the purchase of commercial and industrial properties will be brought forward to January 2021 – encouraging more businesses to open, relocate or expand, and helping our hard-hit regional economies bounce back. This investment will save businesses a further \$39.6 million.

To make sure more Victorian families can experience the best our state has to offer – while also backing local economies and local jobs recovering from bushfires and the pandemic – the Budget invests \$465 million to attract visitors to regional Victoria through the Victorian Tourism Recovery Package.

More than \$47.5 million will build better visitor infrastructure along the Great Ocean Road, including a signature coastal walking trail along the coastline and hinterland from Fairhaven to Skenes Creek, with up to five new swing suspension bridges providing spectacular views of Victoria's rugged surf coast.

This Budget will also help our state embrace new technology – and make it one of regional Victoria's strengths. The Labor Government will deliver the \$626 million Digital Future Now package, radically improving mobile coverage and broadband access, while supporting businesses to grow and create new jobs.

This includes \$300 million to eradicate Mobile Black Spots in populated areas of regional Victoria and \$250 million to co-fund business-grade broadband connectivity for regional communities through the Gigabit State program.

We also want to make sure we're investing in the future industries that will create jobs in our regional communities – now and for the long-term.

That includes a \$1.6 billion investment in clean energy to help drive Victoria's recovery. With six new Renewable Energy Zones, these dedicated hubs will power our state – from sunny Mildura to the windy east coast – while also supporting businesses, communities and jobs across regional Victoria.

This investment will improve the availability of reliable high-speed fibre optic and wireless broadband services for regional businesses, while also supporting 2000 jobs. The \$64 million Digital Skills and Jobs Program will also put regional Victorians looking for work at the centre of our digital future – with training, internships and opportunities for employment.

Having put food on the table for Victorian families throughout the pandemic, a \$65 million investment will back Victoria's farmers, growers and producers, with our state's new agriculture strategy. This investment will deliver better infrastructure and new technology to help our farmers connect with new markets around the world. The industry will also benefit from our new Breakthrough Victoria Fund, with a dedicated focus on agribusiness.

We'll invest \$5.9 million towards Portland's economic diversification, ensuring we keep the local economy strong while also supporting crucial jobs.

The Labor Government also continues its proud record of road and rail investment for regional Victoria, building our state while also creating thousands of jobs for Victorian workers, including the five-year \$255 million upgrade for the Great Ocean Road. \$17.4 million will also be invested in priority roads which support the Barwon South West Dairy Supply Chain – including rebuilding, resurfacing and widening roads, strengthening or replacing bridges and planning for future upgrades.

We're also boosting the track between Geelong and Warrnambool, to operate modern VLocity trains to and from Warrnambool for the first time, delivering better and more reliable train services.

But it's not just enough to recover. We want to recover fairer and stronger too. It's why we'll make fundamental reforms: ensuring an inclusive education for kids with disability, investing in free kinder, delivering new school tutors, a new Recovery Workforce, and more healthcare delivered in the home.

It also means making sure workers aren't forced to choose between their health and feeding their families. This pandemic has made clear just how real that choice is for far too many regional Victorians in insecure work. That's why the Labor Government will develop a new Secure Work Pilot Scheme, providing up to five days of sick and carers pay at the national minimum wage for casual or insecure workers in priority industries.

Our \$6 billion Big Housing Build will also make sure more Victorians have the security and stability of a home, delivering 12,000 new social and affordable homes, with 25 per cent of investment dedicated to regional Victoria, including at least \$25 million guaranteed for Warrnambool. This funding will also help more Victorians into work with up to 10,000 new jobs created on average every year over four years.

We'll continue our massive rebuild of our regional schools with a statewide building blitz, delivering two new regional school campuses, upgrades at 44 regional schools and improvements for ten specialist schools in regional Victoria.

It includes almost \$40 million in upgrades in the South West, including for Lorne P-12 College, Merrivale Primary, the Colac and Hampden specialist schools.

Not only will this investment deliver great local schools – it'll create good local jobs, with our school infrastructure build expected to create more than 6,400 jobs across the state.

This year has reaffirmed – nothing matters more than your health and the health of the people you love. It's why this Budget delivers more than \$2 billion to build, expand and modernise hospitals and health services across the state, including an extra \$120 million for our landmark Regional Health Infrastructure Fund, which has already delivered hundreds of local projects across our state.

As part of a broader \$384.2 million package, we're kicking off the first stage of redevelopment of the Warrnambool Base Hospital that will increase the capacity of the emergency department, operating theatres and acute inpatient beds, relocate linen services to a new site and develop a new Regional Logistics Distribution Centre.

This Budget will also ensure Victorians have the mental health support they need as we get on with fixing a broken system, with nearly \$870 million.

In order to help fund these investments, Victoria will make use of record low interest rates – borrowing now to ensure our state can rebuild sooner and stronger.

Because as we recover, our success must be measured by the wealth of our economy and the wellbeing of our people. This is a Budget to rebuild, recover and make us stronger than before. This is a Budget that puts people first.

Quotes attributable to Premier Daniel Andrews

"A job is worth more than just a pay cheque. A job means security and stability – for you and the people you love. It's why the heart of this Budget is dedicated to creating new jobs and getting people in the South-West back into work."

"This pandemic reached every corner of our state. Our recovery needs to do the same."

Quote attributable to Member for Western Victoria Gayle Tierney

"This is a Budget that puts people and communities first – it delivers better housing, better health and better outcomes for Victorians right across South West Victoria."