

# COMMONWEALTH GRANTS COMMISSION 2025 METHODOLOGY REVIEW OF GST REVENUE SHARING RELATIVITIES

DRAFT REPORT – Mining Revenue Addendum

**ACT Government Submission** 

SEPTEMBER 2024

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# **ABBREVIATIONS**

Term	Definition
ACT	Australian Capital Territory
CGC	Commonwealth Grants Commission or Commission
GST	Goods and Services Tax

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## MINING REVENUE ASSESSMENT

On 29 August 2024, the Commonwealth Grants Commission (CGC) released the Mining Revenue Addendum to the 2025 Methodology Review Draft Report (the Draft Report) for states and territories to comment.

The Mining Revenue Addendum presents the indicative Goods and Services Tax (GST) impact of the CGC's positions on the Mining Revenue assessment proposed in the Draft Report, based on the analysis using data provided by the coal-producing jurisdictions.

The ACT welcomes the opportunity to further comment on the CGC's proposals for the Mining Revenue assessment in response to detailed information presented in the Mining Revenue Addendum. This Submission outlines the ACT's positions to the proposals.

The ACT supports the CGC's proposed changes to split the Coal assessment into two price bands, above and below \$200 per tonne. The ACT notes that the coal-producing jurisdictions can provide reliable data to support the assessment and the result is material. This is consistent with the prerequisite for the ACT's support of this proposal.

The ACT further supports splitting brown coal from black coal and assessing the capacity to raise brown coal royalties using the amount of revenue received. The ACT also supports the assessment of state capacity to raise onshore oil and gas royalties using the volume of production.