

Australian Government Charging Framework

**Charging Risk Assessment (CRA) - New Charging Activity**

[ENTITY’S NAME and CHARGING ACTIVITY TITLE]

This template is to be used when there is no existing charging activity. For existing charging activity, use the CRA – Existing Charging Activity template. This template is to be used in conjunction with the [RMG-302 Implementing the Charging Framework](https://www.finance.gov.au/government/managing-commonwealth-resources/managing-money-property/managing-money/australian-government-charging-framework) and Risk Assessment Information Sheet.

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| **Implementation risks** | **Low** | **Medium** | **High** |
| 1. What is the expected annual revenue for the charging arrangement?
 |[ ]  0 - $2m |[ ]  $2m < $10m |[ ]  $10m + |
| 1. What type of charges will be used?
 |[ ]  Fees only |[ ]  Levies only or fees and levies |[ ]  Fees, levies and other charges † |
| 1. What legislative requirements are necessary for imposition of regulatory charges?
	* *Primary legislation (enabling Act or taxation Act)*
	* *Subordinate legislation (Regulations, Determinations)*
 |[ ]  Existing legislative mechanisms are in place, only amendment is to subordinate legislation to specify the $ value of the fees and/or charges.  |[ ]  Requires a change to existing legislative mechanism/s. |[ ]  Requires a new primary legislative mechanism or new subordinate legislative mechanism  |
| 1. How well developed is the information to determine the charge amount?

*Does your cost model include:**Business processes or outputs* *Cost drivers or costs**Demand or volumes**Level of charge (partial or full cost recovery)* |[ ]  Well-developed: Has all elements |[ ]  In development:Has some elements, still needs work |[ ]  Not yet developed:Still in discovery stage |
| 1. What is the relationship between the regulator and the industry?

*Are there pre-existing relationship between stakeholders?**Are there pre-existing engagement across other activities?**Are there sensitivities?* |[ ]  Well-developed relationship between regulator and industry |[ ]  Neutral relationship between regulator and industry |[ ]  Unknown – new regulator and/or industry |
| 1. What will the impact on industry be?

*Have you considered:**Profile of the industry (individuals, S/M/L business)**The cumulative effect from government charges/regulation**Impact on innovation and competition for industry* *The impact of economic conditions on the industry etc.*  |[ ]  Known |[ ]  Partially known |[ ]  Unknown |
| 1. What will the impact on payers†† be?

*Have you considered:**The number of people affected**The nature of who will be charged (individuals, S/M/L business)* |[ ]  Known |[ ]  Partially known |[ ]  Unknown |
| 1. Will the proposal involve working with other Commonwealth, State/Territory and/or local government entities?
 |[ ]  No |[ ]  Other Commonwealth entities only |[ ]  Commonwealth, State/Territory and/or local government entities |
| 1. What consultation has occurred with payers and other stakeholders about the proposed charges?
 |[ ]  Consulted - no significant issues raised |[ ]  Consulted-significant issues raised but can be addressed  |[ ]  Not consulted or consulted and significant issues raised but ongoing sensitivities |
| **Overall CRA rating:** |[ ]  **LOW** **(all “Low”)** |[ ]  **MEDIUM** |[ ]  **HIGH** **(three or more “High”)** |

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| **Supporting analysis & risk mitigation strategy:** |
| **Entity sign-off:** | **Date:** | **Finance comment:** | **Date:** |

† Other charges defined as a charge outside of the fee and levy category (for example, general taxation, resource or commercial charges).

†† Payer is defined as a person or organisation that gives someone money that is due for work done, goods received, or a debt incurred.