



# EMERGING STRONGER TOGETHER

## RELIEF FOR RECOVERY

### Outlook

- ❖ Government committed nearly \$100 billion in FY2020 to combat the worst recession since Independence
- ❖ Recovery will be long-drawn, uncertain and uneven
- ❖ Globally, rising protectionism, concerns over public debt levels, and risks of shocks

### COVID-19 Resilience Package

- ❖ Public health and safe re-opening measures
- ❖ Continue support schemes for workers and businesses e.g. Jobs Support Scheme for hard-hit sectors, SGUnited Jobs and Skills Package, COVID-19 Recovery Grant
- ❖ Targeted support for worst-hit sectors: Aviation, Land Transport (Taxis/PHCs), Arts and Culture, and Sports



## STRENGTHENING OUR SOCIAL COMPACT

### Emerging Stronger as a Society

- ❖ Household Support Package: GSTV – Cash Special Payment, GSTV – U-Save Special Payment, S&CC Rebate, Top-ups to CDA, Edusave and PSEA, CDC Vouchers
- ❖ Increase budget for Senior Worker Early Adopter Grant and Part-Time Re-employment Grant
- ❖ Expand ComLink significantly
- ❖ Pilot Inclusive Support Programme (preschools)



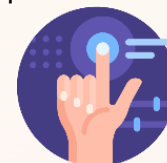
### Emerging Stronger as a Community

- ❖ Extend 250% tax deduction rate for donations to IPCs
- ❖ Extend Tote Board's Enhanced Fund-Raising Programme
- ❖ Extend ComChest's SHARE as One matching grant period
- ❖ ComChest's Change for Charity Grant
- ❖ Extend Business and IPC Partnership Scheme
- ❖ CDCs' Care and Innovation Fund

## EMERGING STRONGER WITH SKILLED WORKERS AND INNOVATIVE BUSINESSES

### Vibrant Business Sector and Ecosystem for Innovation

- ❖ Secure our position as a key aviation hub, with Changi as a safe, trusted, and well connected airport
- ❖ Invest in innovation: Corporate Venture Launchpad, Open Innovation Platform, Global Innovation Alliance
- ❖ Singapore Intellectual Property Strategy 2030
- ❖ Global and regional partnerships



### Suite of Capital Tools to Co-Fund Transformation

- ❖ Extend and enhance the Enterprise Financing Scheme – Venture Debt programme
- ❖ Co-fund adoption of digital solutions and new technologies
  - Emerging Technology Programme, Chief Technology Officer or CTO-as-a-Service, Digital Leaders Programme
  - Extend enterprise schemes' enhancements e.g. Scale-up SG, Productivity Solutions Grant, Market Readiness Assistance, and Enterprise Development Grant
- ❖ Enhance Productivity Solutions Grant – Job Redesign
- ❖ Local Enterprises Funding Platform
- ❖ Growth and Transformation Scheme for Built Environment sector

### Skilled Human Capital and Talent

- ❖ Extend SGUnited Jobs and Skills Package (Jobs Growth Incentive, SGUnited Skills, SGUnited Traineeships, and SGUnited Mid-Career Pathways Programmes)
- ❖ Innovation & Enterprise Fellowship Programme
- ❖ Enhance salaries of healthcare workers
- ❖ Extend Wage Credit Scheme
- ❖ Capability Transfer Programme
- ❖ Manage local-foreign worker mix



## BUILDING A SUSTAINABLE HOME FOR ALL



### Singapore Green Plan 2030

- ❖ Agri-Food Cluster Transformation Fund
- ❖ Catalyse electric vehicle adoption through incentives and ramping up charger deployment
- ❖ Petrol duty increase with rebates for affected motorists
- ❖ Government to issue green bonds on select public infrastructure projects

## OUR FISCAL STRATEGY

### Meeting our Long-Term Needs

- ❖ Finance recurrent spending with recurrent revenues – GST rate increase will not take effect in 2021, as stated in Budget 2020. Increase in GST rate still needed sometime during 2022 to 2025, and sooner rather than later, subject to economic outlook
- ❖ Update tax regime as the digital economy grows
- ❖ Funding for major long-term infrastructure which benefits multiple generations

### Sustaining Recovery and Growth

- ❖ In-principle support from President to draw on Past Reserves for COVID-19 Resilience Package
- ❖ Government will seek President's consideration for the use of Past Reserves for economic investments to emerge stronger, if need arises

### Budget Position

- ❖ FY2020: \$64.9 billion deficit (13.9% of GDP)
- ❖ FY2021: \$11.0 billion deficit (2.2% of GDP)