



New South Wales

Pay-roll Tax Amendment (Country Employment) Bill 2000

Explanatory note

This explanatory note relates to this Bill as introduced into Parliament.

Overview of Bill

The object of this Bill is to provide an exemption from pay-roll tax for businesses located in country areas of New South Wales (as defined in the Bill):

- (a) that comprise value adding primary industries (as defined in the Bill), or
- (b) that employ additional workers aged 25 or under.

The exemption referred to in paragraph (b) is to apply for the first 5 years of a worker's employment.

Outline of provisions

Clause 1 sets out the name (also called the short title) of the proposed Act.

Clause 2 provides for the commencement of the proposed Act on a day to be appointed by the Governor by proclamation.

Clause 3 is a formal provision giving effect to the amendment to the *Pay-roll Tax Act 1971* set out in Schedule 1.

Introduced by the Hon I M Armstrong, MP

First print



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Pay-roll Tax Amendment (Country Employment) Bill 2000

Contents

	Page
1 Name of Act	2
2 Commencement	2
3 Amendment of Pay-roll Tax Act 1971 No 22	2
Schedule 1 Amendment	3



New South Wales

Pay-roll Tax Amendment (Country Employment) Bill 2000

No. , 2000

A Bill for

An Act to amend the *Pay-roll Tax Act 1971* to grant exemptions from payment of pay-roll tax in relation to employees of country businesses.

The Legislature of New South Wales enacts:	1
1 Name of Act	2
This Act is the <i>Pay-roll Tax Amendment (Country Employment) Act 2000</i> .	3 4
2 Commencement	5
This Act commences on a day to be appointed by proclamation.	6
3 Amendment of Pay-roll Tax Act 1971 No 22	7
The <i>Pay-roll Tax Act 1971</i> is amended as set out in Schedule 1.	8

Schedule 1 Amendment

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(Section 3)

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Section 10B

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Insert after section 10A:

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10B Exemption from pay-roll tax in respect of employees of country businesses

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(1) In this section:

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Country NSW means that part of New South Wales that is not within:

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(a) the County of Cumberland, or

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(b) the Cities of:

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(i) Liverpool, or

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(ii) Newcastle, or

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(iii) Penrith, or

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(iv) Wollongong.

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value adding primary industry means:

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(a) mining, forestry, agriculture, aquaculture, commercial fishing, horticulture, permaculture, viticulture, biotechnology, environmental engineering, and waste and effluent processing technologies, and any other industries that may be prescribed by the regulations, and

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(b) such processes, prescribed by the regulations, as are applied to primary produce in order to bring it, or products derived from it, to the point of retail sale.

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(2) The wages liable to pay-roll tax under this Act do not include wages paid or payable by an employer who conducts a value adding primary industry that is located solely or principally in Country NSW to any employee in that industry of the employer.

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(3) The wages liable to pay-roll tax under this Act do not include wages paid or payable by an employer who is located solely or principally in Country NSW to an employee of the employer:

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Pay-roll Tax Amendment (Country Employment) Bill 2000

Schedule 1 Amendment

- (a) who enters the employment of the employer on or after the commencement of this section, and 1
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- (b) who, at the time of entering into that employment, is 25 years of age or less, and 3
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- (c) whose employment increases the number of employees employed by the employer above the maximum number of employees employed by the employer at any one time during the period of 12 months immediately preceding the employment, 5
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subject to subsection (4). 10
- (4) The exemption granted by subsection (3) ceases in relation to wages paid or payable by an employer to an employee: 11
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 - (a) when the employee ceases to be an employee of the employer, or 13
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 - (b) on the expiration of 5 years after the date on which the employee entered into the employment of the employer, 15
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whichever first occurs. 17