



New South Wales

State Revenue Legislation Amendment Bill 2018

Explanatory note

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

This Bill is cognate with the *Appropriation Bill 2018*.

Overview of Bill

The objects of this Bill are as follows:

- (a) to amend the *Emergency Services Levy Act 2017* to make it clear that a requirement that an insurer indicate in an insurance invoice how much of the premium payable is attributable to an emergency services insurance contribution does not apply if no part of the premium payable is attributable to that contribution,
- (b) to amend the *Payroll Tax Act 2007* to raise the tax-free threshold for payroll tax progressively, over the next 4 financial years, to \$1,000,000.

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.

Schedule 1 **Amendment of Emergency Services Levy Act 2017 No 32**

Schedule 1 [1] amends the *Emergency Services Levy Act 2017* to make it clear that a requirement that an insurer indicate in an insurance invoice how much of the premium payable is attributable to an emergency services insurance contribution does not apply if no part of the premium is attributable to that contribution.

Schedule 1 [2] provides that the amendment has effect as if it had commenced on 1 July 2017 (when the *Emergency Services Levy Act 2017* commenced).

Schedule 2 Amendment of Payroll Tax Act 2007 No 21

Schedule 2 amends the *Payroll Tax Act 2007* to progressively increase the tax-free threshold for payroll tax, over the next 4 financial years, to \$1,000,000. At present, the tax-free threshold is \$750,000. The new tax-free thresholds are as follows:

- (a) for the financial year commencing on 1 July 2018—\$850,000,
- (b) for the financial year commencing on 1 July 2019—\$900,000,
- (c) for the financial year commencing on 1 July 2020—\$950,000,
- (d) for the financial year commencing on 1 July 2021 and subsequent financial years—\$1,000,000.



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New South Wales

State Revenue Legislation Amendment Bill 2018

No. , 2018

A Bill for

An Act to make miscellaneous amendments to certain State revenue legislation in connection with the Budget for the year 2018-19; and for other purposes.

The Legislature of New South Wales enacts:

1

1 Name of Act

2

This Act is the *State Revenue Legislation Amendment Act 2018*.

3

2 Commencement

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(1) This Act commences on the date of assent to this Act, except as provided by subsection (2).

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(2) Schedule 2 commences or is taken to have commenced on 1 July 2018.

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| | | |
|-------------------|--|------------------|
| Schedule 1 | Amendment of Emergency Services Levy Act 2017 No 32 | 1 |
| | | 2 |
| [1] | Section 37 Information to policy holders | 3 |
| | Insert after section 37 (2): | 4 |
| | (3) This section does not require an invoice or other statement to indicate how much of the premium payable is estimated to be attributable to the contribution payable under this Act if no part of the premium payable is estimated to be attributable to the contribution payable under this Act. | 5 6 7 8 |
| [2] | Schedule 2 Savings, transitional and other provisions | 9 |
| | Insert at the end of the Schedule, with appropriate Part and clause numbering: | 10 |
| Part | Provision consequent on enactment of State Revenue Legislation Amendment Act 2018 | 11 12 |
| | Application of amendment | 13 |
| | The amendment made to this Act by the <i>State Revenue Legislation Amendment Act 2018</i> has effect as if it had commenced on the commencement of this Act (1 July 2017). | 14 15 16 |

Schedule 2 Amendment of Payroll Tax Act 2007 No 21

Schedule 1 Calculation of payroll tax liability for financial year commencing 1 July 2007 and subsequent financial years

Omit paragraph (c) of the definition of *TA* or *threshold amount* in clause 1. Insert instead:

- (c) for the financial year commencing on 1 July 2013 and subsequent financial years up to and including the financial year commencing on 1 July 2017—\$750,000, or
- (d) for the financial year commencing on 1 July 2018—\$850,000, or
- (e) for the financial year commencing on 1 July 2019—\$900,000, or
- (f) for the financial year commencing on 1 July 2020—\$950,000, or
- (g) for the financial year commencing on 1 July 2021 and subsequent financial years—\$1,000,000.