



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.