
From: @revenue.nsw.gov.au> on behalf of Scott Johnston
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Sent: Thursday, 27 October 2022 9:55 PM
To: Kate Mihaljek
Subject: Inquiry into the Property Tax (First Home Buyer Choice) Bill 2022

Dear Ms Mihaljek

As you may be aware, at today's hearing of the Portfolio Committee No. 1 regarding its inquiry into the *Property Tax (First Home Buyer Choice) Bill 2022*, I undertook to provide further information in response to two questions asked by members of the Committee. This information is set out below.

Question 1 (Mr Mookhey)

The first question concerned the interaction between the property tax and land tax. The line of questioning suggested that, if a landowner were subject to both property tax and land tax, the landowner would effectively pay a full amount of land tax as well as property tax.

Answer

Where a person is liable to pay land tax and land owned by the person includes land subject to property tax, land tax will be reduced in proportion to the share of any property tax land in the value of total assessable land. I refer the Committee to section 5.2 of Schedule 5 of the Bill.

Question 2 (Ms Boyd)

The second question concerned when Revenue NSW was first made aware of the Bill and its terms.

Answer

Immediately following the delivery of the 2022/23 State Budget, Treasury commenced discussions with Revenue NSW about various issues associated with implementing the First Home Buyers Choice initiative and drafting of the required legislation. Working groups comprised of Treasury and Revenue NSW staff were established and met regularly to discuss the practical operation of the initiative and the terms of the Bill. Revenue NSW was consulted throughout the drafting of the Bill.

Yours sincerely,
Scott Johnston

Deputy Secretary Revenue NSW
Department of Customer Service