

AUSTRALIAN CAPITAL TERRITORY

RATES AND LAND TAX ACT 1926

**DETERMINATION FOR THE PURPOSES OF THE
RATES AND LAND TAX ACT 1926**

No. 151 of 1995

EXPLANATORY STATEMENT

This instrument revokes the corresponding determination published in the Australian Capital Territory Gazette No S188 of 14 September 1993, and sets the interest rate to be charged on unpaid rates and land tax for the purposes of subsection 22(4) of the Rates and Land Tax Act 1926.

From 16 November 1995 the interest rate is 19.5 percent per annum

The previous rate was 17 percent per annum.

The rate is determined on the basis of the weighted average yield of the 13 week Treasury note tenders as of 10 October 1995 which was 7.5 percent (rounded to one decimal place). This is further adjusted by adding a fixed rate of 4 percent to approximate the Prime Bank Rate. To this is added a fixed penalty rate of 8 percent to increase the interest rate to the point where it is uneconomical to use the Government as a source of finance.

Circulated by authority of the Chief Minister and Treasurer
Kate Carnell, MLA