Australian Capital Territory

Explanatory Statement

Health (Interest Charge) Determination 2020 (No 1)

**Disallowable Instrument DI2020-309**

made under the

*Health Act 1993, s 193* (Payment of Fees and Interest)

This Determination revokes and replaces the Health (Interest Charge) Determination 2019 (No 1) DI2019-221, dated 26 September 2019.

The Determination comes into effect on 1 February 2021 and reproduces Determination DI2019-221 except for:

* decreasing interest charges from 9.11 per cent to 8.07 per cent; and
* the date of effect.

Interest charges are based on the following methodology, being the sum of two components:

* a market rate, determined from the average monthly 90-day bank bill rate for the relevant month and set down on the Reserve Bank of Australia web site (the average monthly rate for October 2020 was 0.07 per cent); and
* a premium rate (fixed at 8 per cent).