

Explanatory Statement

Health (Interest Charge) Determination 2022 (No 1)

Disallowable Instrument DI2022-225

made under the

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

This Determination revokes and replaces the Health (Interest Charge) Determination 2020 (No 1) DI2020-309, notified 24 December 2020.

The Determination comes into effect on 1 November 2022 and reproduces Determination DI2020-309 except for:

- increasing interest charges from 8.07 per cent to 10.31 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 August 2022 was 2.31 per cent); and
- a premium rate (fixed at 8 per cent).