

AUSTRALIAN CAPITAL TERRITORY

TAXATION ADMINISTRATION ACT 1999

INSTRUMENT NO. 151 OF 1999

EXPLANATORY STATEMENT

The *Taxation Administration Act 1999* (the Act) deals with the administration of various tax laws relating to the imposition and collection of certain taxes, duties and fees. Paragraph 139 (1) (b) empowers the Minister to determine the rate at which an amount of tax, duty, a licence fee or interest payable under a tax law is to be calculated.

Section 25 imposes interest on tax defaults. This instrument sets the market rate component of interest payable, under section 26 of the Act. The determined rate will be 4.72% per annum.

The rate has been calculated using the methodology of the NSW *Taxation Administration Act 1996* and Commonwealth *Income Tax Assessment Act 1936*. It is the weighted average yield set at the last weekly tender for the 13 week Treasury Note before the end of May 1999.

The date of effect of this determination is 1 July 1999.

Authorised by the Treasurer