

**AUSTRALIAN CAPITAL TERRITORY**

**TAXATION (ADMINISTRATION) ACT 1987**

**Instrument No. 150 of 1998**

**EXPLANATORY STATEMENT**

The *Taxation (Administration) Act 1987* (the Act) deals with the administration of various tax laws relating to the imposition and collection of certain taxes, duties and fees. Paragraph 99 (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.

Subsection 35 (1) of the Act provides that interest is payable at the determined rate on overpaid amounts.

This instrument revokes Determination No 22 of 1995 which was notified in ACT Gazette No. S45 of 10 February 1995, and sets the rate of interest payable on overpaid taxes, duties, fees and late payment penalties for the purposes of subsection 35 (1) of the Act.

Effective on and from 1 July 1998, the new rate will be 5.0% per annum. The rate is based on the cash rate target set by the Reserve Bank of Australia, currently 5.0%. The previous rate was 7.5% per annum.



Authorised by the Treasurer