Sales Tax Assessment (No. 1) Amendment Bill 1988

Date Introduced: 23 August 1988
House: House of Representatives
Presented by: The Hon. Peter Morris, M.P., Minister Assisting the Treasurer

Digest of Bill

Purpose

To alter the calculation of the wholesale price where a manufacturer sells goods at the retail level.

Background

This measure was announced as part of the 1988–89 Budget. Sales tax is imposed on the wholesale price of goods and problems arise in the calculation of the wholesale price when a manufacturer sells goods directly at the retail level. At present, the wholesale price is deemed to be that charged by another manufacturer selling identical goods wholesale. Under the amendment, the deemed wholesale price will be the amount that the manufacturer could reasonably be expected to receive selling the goods wholesale.

Main Provisions

The amendments will have effect from 8 p.m. on 23 August 1988 (clause 2).

Clause 3 will amend the Sales Tax Assessment Act (No. 1) 1930 as set out in the Schedule. The effect of the amendments is to introduce the new test explained above.

For further information, if required, contact the Economics and Commerce Group.

20 September 1988

Bills Digest Service
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