(1) Schedule 1, page 5 (after line 2), after item 5, insert:

5A Subsection 3(1)

Insert:

fourth income threshold has the meaning given by subclause 3(4) of Schedule 2.

(2) Schedule 1, item 41, page 36 (lines 26 and 27), omit step 4 of the method statement, substitute:

Step 4. Work out the hourly rate of CCS for the individual for each of those sessions of care (see clause 2).

If the applicable percentage is 0% for each of those sessions of care, the amount of child care subsidy for the individual for the week, for those sessions, is nil.

Otherwise, go to step 5.

(3) Schedule 1, item 41, page 38 (after line 8), at the end of subclause 2(1), add:

Note: If the applicable percentage for a session of care is 0% (see table item 6 of subclause 3(1)), the hourly rate of CCS for the individual for the session of care is nil.

(4) Schedule 1, item 41, page 39 (table item 4), omit “upper income threshold”, substitute “fourth income threshold”.

(5) Schedule 1, item 41, page 39 (after table item 4), insert:

5 equal to or above the fourth income threshold and below the upper income threshold 20%

(6) Schedule 1, item 41, page 39 (table item 5), omit “5”, substitute “6”.

(7) Schedule 1, item 41, page 39 (table item 5), omit “20%”, substitute “0%”.
(8) Schedule 1, item 41, page 40 (after line 16), after the definition of *third income threshold*, insert:

*fourth income threshold* means the lower income threshold plus $274,290.

(9) Schedule 1, item 41, page 40 (line 18), omit “$274,290”, substitute “$284,290”.

(10) Schedule 1, item 92, page 82 (lines 13 to 15), omit all the words from “Or, the individual” to and including “the year.”.

(11) Schedule 1, item 92, page 83 (line 8), omit “passed;”, substitute “passed.”.

(12) Schedule 1, item 92, page 83 (lines 9 to 11), omit paragraph 67DB(2)(d).

(13) Schedule 1, item 92, page 83 (lines 12 to 26), omit subsections 67DB(3) and (4).

(14) Schedule 1, item 92, page 83 (line 28), omit “(5)”, substitute “(3)”.

**Richard Pye**  
Clerk of the Senate  

The Senate  
23 March 2017