



# **Tax Laws Amendment (2007 Budget Measures) Act 2007**

**No. 75, 2007**

**An Act to amend the law relating to taxation, and for related purposes**

Note: An electronic version of this Act is available in ComLaw (<http://www.comlaw.gov.au/>)



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## **An Act to amend the law relating to taxation, and for related purposes**

[Assented to 21 June 2007]

The Parliament of Australia enacts:

### **1 Short title**

This Act may be cited as the *Tax Laws Amendment (2007 Budget Measures) Act 2007*.

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## **2 Commencement**

This Act commences on the day on which it receives the Royal Assent.

## **3 Schedule(s)**

Each Act that is specified in a Schedule to this Act is amended or repealed as set out in the applicable items in the Schedule concerned, and any other item in a Schedule to this Act has effect according to its terms.

## **Schedule 1—Budget taxation measures**

### **Part 1—Dependent spouse tax offset**

#### *Income Tax Assessment Act 1936*

##### **1 Sub-subparagraph 23AB(7)(a)(ii)(D)**

Omit all the words after “159J(2)”, substitute “(ignoring subsections 159J(1AA), (3AA) and (3AB)) if subsection 159J(1B) also included a reference to any dependant included in class 1 of that table and the amount applicable to class 1 of that table were \$2,440”.

##### **2 Subsection 79A(4) (paragraph (d) of the definition of *relevant rebate amount*)**

Omit all the words after “159J(2)”, substitute “(ignoring subsections 159J(1AA), (3AA) and (3AB)) if subsection 159J(1B) also included a reference to any dependant included in class 1 of that table and the amount applicable to class 1 of that table were \$2,440”.

##### **3 Subsection 79B(6) (paragraph (d) of the definition of *concessional rebate amount*)**

Omit all the words after “159J(2)”, substitute “(ignoring subsections 159J(1AA), (3AA) and (3AB)) if subsection 159J(1B) also included a reference to any dependant included in class 1 of that table and the amount applicable to class 1 of that table were \$2,440”.

##### **4 Subsection 159HA(7) (definition of *indexable amount*)**

Repeal the definition, substitute:

*indexable amount* means:

- (a) an amount specified in subsection 159J(1B) or (2) (other than the amounts specified in column 3 of the table in subsection 159J(2) in respect of a dependant included in class 3 or 4); or
- (b) the amounts specified in subsection 159L(2); or
- (c) the amount specified in:
  - (i) sub-subparagraph 23AB(7)(a)(ii)(D); or
  - (ii) paragraph (d) of the definition of *relevant rebate amount* in subsection 79A(4); or

(iii) paragraph (d) of the definition of *concessional rebate amount* in subsection 79B(6);

or, if any such amount has been altered under this section in relation to the 2008-09 year of income or a later year of income, the altered amount.

## 5 Subsection 159HA(7) (definition of *indexing year of income*)

Repeal the definition, substitute:

*indexing year of income* means the year of income commencing on 1 July 2008 or a later year of income.

## 6 Subsection 159J(1B)

Omit “references in that table to \$1,000 were references to \$1,200”, substitute “the reference in that table to \$1,711 were a reference to \$2,051”.

## 7 Subsection 159J(2) (table)

Repeal the table, substitute:

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<b>Column 1 Class</b>	<b>Column 2 Dependant</b>	<b>Column 3 Amounts of Rebate</b>
1	Spouse of the taxpayer	\$2,100
2	Child-housekeeper	\$1,711
3	Child less than 21 years of age (not being a student)	In respect of 1 such child—\$376 In respect of each other such child—\$282
4	Student	\$376
5	Invalid relative	\$770
6	Parent of the taxpayer or of the taxpayer’s spouse	\$1,540

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## 8 Paragraphs 159K(1)(a) and (b)

Omit “\$940” (wherever occurring), substitute “\$1,607”.

## 9 Subsection 159K(2)

Omit “\$940”, substitute “\$1,607”.

## 10 Paragraph 159K(3)(b)

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Omit “\$940”, substitute “\$1,607”.

**11 Paragraph 159L(2)(a)**

Omit “\$1,200”, substitute “\$2,051”.

**12 Paragraph 159L(2)(b)**

Omit “\$1,000”, substitute “\$1,711”.

**13 Application of amendments**

The amendments made by this Part apply to assessments for the 2007-2008 year of income and later years of income.

## Part 2—Medicare levy and Medicare levy surcharge

### *A New Tax System (Medicare Levy Surcharge—Fringe Benefits) Act 1999*

#### **14 Paragraphs 15(1)(c) and 16(2)(c)**

Omit “\$16,284”, substitute “\$16,740”.

### *Medicare Levy Act 1986*

#### **15 Subsection 3(1) (paragraph (b) of the definition of *phase-in limit*)**

Omit “\$21,170”, substitute “\$25,455”.

#### **16 Subsection 3(1) (paragraph (c) of the definition of *phase-in limit*)**

Omit “\$17,604”, substitute “\$19,694”.

#### **17 Subsection 3(1) (paragraph (b) of the definition of *threshold amount*)**

Omit “\$19,583”, substitute “\$21,637”.

#### **18 Subsection 3(1) (paragraph (c) of the definition of *threshold amount*)**

Omit “\$16,284”, substitute “\$16,740”.

#### **19 Subsection 8(5) (definition of *family income threshold*)**

Omit “\$27,478”, substitute “\$28,247”.

#### **20 Subsection 8(5) (definition of *family income threshold*)**

Omit “\$2,523”, substitute “\$2,594”.

#### **21 Subsections 8(6) and (7)**

Omit “\$27,478”, substitute “\$28,247”.

#### **22 Paragraph 8D(3)(c)**

Omit “\$16,284”, substitute “\$16,740”.

**23 Subparagraph 8D(4)(a)(ii)**

Omit “\$16,284”, substitute “\$16,740”.

**24 Paragraph 8G(2)(c)**

Omit “\$16,284”, substitute “\$16,740”.

**25 Subparagraph 8G(3)(a)(ii)**

Omit “\$16,284”, substitute “\$16,740”.

**26 Application of amendments**

The amendments made by this Part apply to assessments for the 2006-2007 year of income and later years of income.

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*[Minister’s second reading speech made in—  
House of Representatives on 10 May 2007  
Senate on 12 June 2007]*

(79/07)

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