

Explanatory Statement

Health (Interest Charge) Determination 2008 (No 1)

Disallowable Instrument DI2008-212

made under the

Health Act 1993, s 193 (Payment of Fees and Interest)

This Determination of Fees revokes and replaces the Determination of Fees and Interest DI2007-322, dated 20 December 2007.

The Determination comes into effect on 1 September 2008 and reproduces Determination DI2007-324 except for:

- Increasing interest charges from 14.91% to 15.81%; and
- the date of effect.

Interest charges are based on the following methodology, being the sum of two components:

- A market rate, determined from the average monthly 90-day bank bill rate for the relevant month and set down on the Reserve Bank of Australia web site (the average monthly rate for June 2008 was 7.81%); and
- a premium rate (fixed at 8%).